

BRITISH SCHOOL OF WATCHMAKING

England & Wales · Charity number 1186365

Details

Status Registered

Legal form Charitable company

Company number [05159742](#)

Registered 2019-11-14

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

Contact

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Website <https://www.britishschoolofwatchmaking.co.uk>

Activities

Objects: THE CHARITY'S OBJECTS ARE RESTRICTED SPECIFICALLY TO THE ADVANCEMENT OF EDUCATION, KNOWLEDGE AND AWARENESS IN THE SKILLS AND CRAFT OF WATCHMAKING FOR THE PUBLIC BENEFIT, IN PARTICULAR BY:4.1 PROVIDING TRAINING COURSES IN THE SKILL OF WATCHMAKING; AND4.2 FOSTERING, PROMOTING AND EXPANDING THE PUBLIC INTEREST IN THE SKILL OF WATCHMAKING.

Activities: Providing training courses in the skill of watchmaking; and fostering, promoting and expanding the public interest in the skill of watchmaking.

Classification

- **How:** Provides Buildings/facilities/open Space, Provides Advocacy/advice/information
- **What:** Education/training, Arts/culture/heritage/science
- **Who:** The General Public/mankind

Geography

- Manchester City

Finances

Period end	Income	Expenditure	Assets	Employees
2025-06-30	£781,731	£661,019	£1,626,041	6
2024-06-30	£638,917	£539,738	£1,505,329	4
2023-06-30	£649,763	£421,845	£1,406,150	3
2022-06-30	£377,570	£372,601	-	-
2021-06-30	£639,145	£370,288	£1,173,263	3

Trustees

Name	Role	Appointed
Jonathan Weston	Chair	2014-10-08
Gerard Kerr		2008-09-18
Gordon William Bryan		2017-09-14
Robert James Wilkinson		2025-09-01
Viviane Borges		2020-12-10

BRITISH SCHOOL OF WATCHMAKING

England & Wales - Charity number 1186365

Accounts

Company registration number 05159742 (England and Wales)

Charity registration number 1186365 (England and Wales)

BRITISH SCHOOL OF WATCHMAKING
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

BRITISH SCHOOL OF WATCHMAKING

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr A A M Boulnois Mr G W Bryan Mr L G Kerr Mrs V Leite Borges Mr J Weston	(Appointed 1 July 2024)
Secretary	Mr A A M Boulnois	
Senior management	J Robinson	General Manager
Country of incorporation	United Kingdom (England and Wales)	05159742
Charity registration	England and Wales	1186365
Registered office	Evolution House 60 Bird Hall Lane Cheadle Heath Stockport SK3 0SB	
Independent examiner	BK Plus Limited Azzurri House Walsall Road Aldridge Walsall England WS9 0RB	

BRITISH SCHOOL OF WATCHMAKING

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BRITISH SCHOOL OF WATCHMAKING

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2025

The Trustees, who are also directors of the charitable company for the purposes of the Companies Act 2006, present their report with the financial statements of the charitable company for the year ended 30 June 2025.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)".

Objectives and activities

a. Policies and objectives

The objectives of the charity are the advancement of education, knowledge and awareness in the skills and craft of watchmaking for the public benefit in particular by:

- providing training courses in the skill of watchmaking; and
- fostering, promoting and expanding the public interest in the skill of watchmaking.

b. Public benefit

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

Achievements and performance

Significant activities and achievements against objectives

The charity delivered its charitable activities by training graduates to diploma level in the skill of watchmaking. This provides a public service catering for the repair and restoration of beloved timepieces of the nation.

There were 7 graduates who successfully passed the 1,800 hours course in December 2024.

There were 6 graduates who passed the 3,000 hours course (2-year course) in December 2024. The syllabus again includes and expanded micromechanics module making specialist parts for watched providing complete restoration.

All postgraduates are employed within this public service area.

We have to-date since opening trained 158 graduates within this hugely needed sector. 100% of which are practicing the skills the BSoW has taught them. 90 from the 3,000 hours Watchmaker course and 58 from the 1,800 hours service watchmaker course.

The charity had accumulated a surplus, which had been intentional over several years, This has now been utilised towards paying off the commercial mortgage and equipping the polishing room. This new course the first outside of Switzerland began in 2024. It allows us to train watchmakers and polishers for this public service. To-date 26 have completed the course.

BRITISH SCHOOL OF WATCHMAKING

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

Financial review

As shown in the Statement of Financial Activities, the charity's total income for the year to 30 June 2025 was £781,731, which was up from £638,917 in the year to 30 June 2024.

The charity's total expenditure increased to £661,019 from £539,738 in the prior year. Further details of the charity's expenditure are given in notes 5 and 6 to the financial statements. All expenditure was incurred on charitable activities; there was no fundraising, trading, or other expenditure during the year.

The bottom line for the year was therefore a net income of £120,712 as compared to net income of £99,179 in the previous year.

The charity's total funds brought forward at the start of the year were £1,505,329, meaning funds carried forward at the end of the year totaled £1,626,041 all of which were unrestricted funds - i.e. not subject to any donor imposed restriction and therefore available to be applied for use within the charity's objects at the discretion of the Trustees.

Going concern

The Trustees have considered a period of at least 12 months from the date of approval of these financial statements and consider that the charity will be able to attract sufficient funding and manage its expenditure levels accordingly to ensure that it continues in operational existence for the foreseeable future.

Reserves policy

The charity's total funds as at 30 June 2025 were £1,619,796 all of which were unrestricted funds. Of this amount, however, £800,207 was represented by fixed assets used for charitable purposes (i.e. not liquid funds available to spend) and £300,000 was designated for specific purposes. This left £519,589 of remaining free unrestricted funds. The charity's policy is to hold a minimum free funds level of £500,000.

The Trustees regularly review the appropriateness of the level of reserves held by the charity, keeping in mind the environment in which the charity currently operates, and working to ensure that the ongoing activities are safeguarded as much as possible from any unexpected fluctuations in income and expenditure.

Investment policy

The charity's Trustees have the power to invest funds surplus to operational requirements, subject to conditions set out in the charitable company's Articles of Association. There were no investments held at 30 June 2025. All funds held as cash were held on current account with the charity's bankers and were held for charitable operations. At such time that surplus funds should be generated and designated for investment by the Trustees, this will be done under the written investment policy in accordance with the provisions of the charity's Articles.

Major risks

The Trustees have assessed the major risks to which the charitable company is exposed, in particular those related to the operations and finances of the charitable company, and are satisfied that systems and procedures are in place to mitigate exposure to major risks.

Plans for future periods

It is the intention of the charity (funding permitting) to expand our current course offering to meet with public demand. We have employed 2 more tutors enabling an expansion of the current course numbers offered, allowing more spaces for students. These plans are detailed briefly below:

- 3rd classroom - now equipped, tutor is being trained.
- We now employ an administration assistant to help the General Manager and tutors.
- Full polishing course room, this is now complete, the tutor is now teaching the polishing course.

We do hope to purchase student accommodation in the future and install a huge solar system on the roof to reduce our carbon footprint.

BRITISH SCHOOL OF WATCHMAKING

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2025

Structure, governance and management

The British School of Watchmaking is a company limited by guarantee governed by its Memorandum and Articles of Association incorporated on 22 June 2004 as amended by special resolution dated 13 August 2019, as registered at Companies House on 29 August 2019. Charitable status was applied for and granted by the Charity Commission in England & Wales on 14 November 2019.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr A A M Boulnois (Appointed 1 July 2024)
Mr G W Bryan
Mr L G Kerr
Mrs V Leite Borges
Mr J Weston

Recruitment and appointment of trustees

As set out in the charitable company's Article of Association, new Trustees are appointed by the existing Trustees and serve for three years, after which they may put themselves forward for re-appointment. The Articles of Association provide for a minimum of three Trustees and a maximum of ten.

The company's current policy concerning the payment of trade creditors is to follow the CBI's Prompt Payers Code (copies are available from the CBI, Centre Point, 103 New Oxford Street, London WC1A 1DU).

The company's current policy concerning the payment of trade creditors is to:

- settle the terms of payment with suppliers when agreeing the terms of each transaction;
- ensure that suppliers are made aware of the terms of payment by inclusion of the relevant terms in contracts; and
- pay in accordance with the company's contractual and other legal obligations.

Organisational structure

The governing body of the charity is the Board of Trustees who also serve as Directors of the charitable company for the purposes of the Companies Act 2006. Any Director, by agreeing to become a Director, agrees to become a Member of the charity and accordingly is admitted to membership of the charity on his or her appointment as Director.

The Members and the Trustees/Directors meet at least three times a year in accordance with the Articles of Association. No business is transacted at the meetings unless a quorum is present. In the case of general meetings of the Members, a quorum is at least three Members entitled to vote, and in the case of meetings of the Trustees/Directors, unless otherwise fixed by a decision of the Directors, the quorum for decision making is three or not less than one third of the total numbers of Trustees/Directors. Members and Trustees/Directors are entitled to one vote and decisions are made by a simple majority of votes. In case of an equality of votes, the Chairman has a second or casting vote.

The Directors may delegate any of their powers to any Committee consisting of one or more Directors.

The Directors may delegate day to day management and administration of the charity to one or more of its Managers, including the General Manager.

The Trustees who served the charity during the year and up to the date of approval of these financial statements are named in the reference and administrative information on page 1.

Induction and training of trustees

A new Trustee is briefed on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the Charity Commission's guidance on public benefit and Trustee responsibilities. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

BRITISH SCHOOL OF WATCHMAKING

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2025

Remuneration policy

The Trustees consider the Board of Trustees and the General Manager to comprise the key management personnel of the charity. All Trustees give their time freely and no Trustee remuneration was paid in the year. Details of key management personnel remuneration, Trustee expenses and related party transactions are disclosed in notes 8 and 14 to the financial statements.

A Nunziata, a Trustee of the charity, is also a Director of The Swatch Group (UK) Limited. During the year ended 30 June 2025, The Swatch Group made a donation of £60,000 to the charity (2024: £60,000).

Statement of Trustees' responsibilities

The Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practices).

Company law requires the Trustees to prepare financial statements for each financial year. 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 incoming resources and application of resources, including its income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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 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' report was approved by the Board of Trustees.

Mr J Weston
Trustee

30 March 2026

BRITISH SCHOOL OF WATCHMAKING

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF BRITISH SCHOOL OF WATCHMAKING

I report to the trustees on my examination of the financial statements of British School of Watchmaking (the charity) for the year ended 30 June 2025.

Responsibilities and basis of report

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

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the Companies Act 2006 and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011. In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the Charities Act 2011.

Independent examiner's statement

Since the charity's gross income exceeded £250,000, the independent examiner must be a member of a body listed in section 145 of the Charities Act 2011. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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

- 1 accounting records were not kept in respect of the charity as required by section 386 of the Companies Act 2006.
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the Companies Act 2006 other than any requirement that the financial statements give a true and fair view, which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Keval Dattani ICAEW

BK Plus Limited

Azzurri House

Walsall Road

Aldridge

Walsall

WS9 0RB

England

30 March 2026

BRITISH SCHOOL OF WATCHMAKING

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2025

	Notes	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Income from:			
Donations and legacies	2	596,065	563,615
Charitable activities	3	184,318	73,857
Investments	4	1,348	1,445
Total income		<u>781,731</u>	<u>638,917</u>
Expenditure on:			
Raising funds	5	395,421	285,948
Charitable activities	6	265,598	253,790
Total expenditure		<u>661,019</u>	<u>539,738</u>
Net income and movement in funds		120,712	99,179
Reconciliation of funds:			
Fund balances at 1 July 2024		<u>1,505,329</u>	<u>1,406,150</u>
Fund balances at 30 June 2025		<u>1,626,041</u>	<u>1,505,329</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

BRITISH SCHOOL OF WATCHMAKING

BALANCE SHEET

AS AT 30 JUNE 2025

	Notes	2025		2024	
		£	£	£	£
Fixed assets					
Tangible assets	9		800,207		838,741
Current assets					
Debtors	10	148,689		37,333	
Cash at bank and in hand		690,849		736,924	
		<u>839,538</u>		<u>774,257</u>	
Creditors: amounts falling due within one year	11	<u>(13,704)</u>		<u>(107,669)</u>	
Net current assets			825,834		666,588
Total assets less current liabilities			<u>1,626,041</u>		<u>1,505,329</u>
The funds of the charity					
Unrestricted funds	12		1,626,041		1,505,329
			<u>1,626,041</u>		<u>1,505,329</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 June 2025.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the trustees on 30 March 2026

Mr J Weston
Trustee

BRITISH SCHOOL OF WATCHMAKING

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2025

1 Accounting policies

Charity information

British School of Watchmaking is a private company limited by guarantee incorporated in England and Wales. The registered office is Evolution House, 60 Bird Hall Lane, Cheadle Heath, Stockport, SK3 0SB.

1.1 Basis of preparation

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)". The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

BRITISH SCHOOL OF WATCHMAKING

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

1 Accounting policies

(Continued)

1.5 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 are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% straight line
Leasehold improvements	10% straight line
Plant and equipment	25% reducing balance
Fixtures and fittings	25% reducing balance
Computers	33% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

BRITISH SCHOOL OF WATCHMAKING

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.12 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 objectives of the charity. Restrictions will arise when specified by the donor or when funds are raised for particular purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

2 Income from donations and legacies

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Donations and gifts	596,065	563,615

BRITISH SCHOOL OF WATCHMAKING

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2025

3 Income from charitable activities

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Income from charitable activities - student fees	184,318	73,857

4 Income from investments

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Interest receivable	1,348	1,445

5 Expenditure on raising funds

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Fundraising and publicity		
Seeking donations, grants and legacies	9,115	6,300
Staff costs	344,907	230,364
	<u>354,022</u>	<u>236,664</u>
Trading costs		
Depreciation and impairment	41,399	49,284
Total costs	<u>395,421</u>	<u>285,948</u>

BRITISH SCHOOL OF WATCHMAKING

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2025

6 Expenditure on charitable activities

	2025 £	2024 £
Direct costs		
Management	144,170	170,673
Finance	1,561	6,384
Other	69,112	32,706
Property	50,755	44,027
	<u>265,598</u>	<u>253,790</u>
Analysis by fund		
Unrestricted funds	<u>265,598</u>	<u>253,790</u>

7 Net movement in funds

	2025 £	2024 £
The net movement in funds is stated after charging/(crediting):		
Fees payable for the independent examination of the charity's financial statements	-	-
Depreciation of owned tangible fixed assets	41,398	49,283
	<u>41,398</u>	<u>49,283</u>

8 Employees

The average monthly number of employees during the year was:

	2025 Number	2024 Number
	6	4
	<u>6</u>	<u>4</u>
Employment costs		
	2025 £	2024 £
Wages and salaries	308,569	204,914
Social security costs	30,070	21,703
Other pension costs	6,268	3,747
	<u>344,907</u>	<u>230,364</u>

BRITISH SCHOOL OF WATCHMAKING

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

8 Employees

(Continued)

The number of employees whose annual remuneration was more than £60,000 is as follows:

	2025 Number	2024 Number
In the band of £60,001 - £70,000	-	1
In the band of £70,001 - £80,000	1	1
In the band of £80,001 - £90,000	1	-
	<u> </u>	<u> </u>

Remuneration of key management personnel

The total amount of employee benefits received by key management personnel was £80,860 (2024: £90,110). The key management personnel of the charity comprise the Trustees and General Manager.

9 Tangible fixed assets

	Freehold land and buildings £	Leasehold improvements £	Plant and equipment £	Fixtures and fittings £	Computers £	Total £
Cost						
At 1 July 2024	803,361	42,908	386,499	34,509	3,330	1,270,607
Additions	-	-	-	-	2,863	2,863
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 30 June 2025	803,361	42,908	386,499	34,509	6,193	1,273,470
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Depreciation and impairment						
At 1 July 2024	64,269	42,908	302,060	19,824	2,804	431,865
Depreciation charged in the year	16,067	-	21,110	3,671	550	41,398
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 30 June 2025	80,336	42,908	323,170	23,495	3,354	473,263
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Carrying amount						
At 30 June 2025	723,025	-	63,329	11,014	2,839	800,207
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 30 June 2024	739,092	-	84,440	14,684	525	838,741
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

10 Debtors

	2025 £	2024 £
Amounts falling due within one year:		
Trade debtors	148,689	37,333
	<u> </u>	<u> </u>

BRITISH SCHOOL OF WATCHMAKING

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2025

11 Creditors: amounts falling due within one year

	Notes	2025 £	2024 £
Bank loans		-	90,924
Other taxation and social security		8,254	5,708
Trade creditors		2,152	1,605
Other creditors		798	3,132
Accruals and deferred income		2,500	6,300
		<u>13,704</u>	<u>107,669</u>

12 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 July 2024 £	Incoming resources £	Resources expended £	Transfers £	At 30 June 2025 £
Designated funds	300,000	-	-	-	300,000
General funds	366,588	781,731	(619,620)	(2,865)	525,834
Fixed asset funds	838,741	-	(41,399)	2,865	800,207
	<u>1,505,329</u>	<u>781,731</u>	<u>(661,019)</u>	<u>-</u>	<u>1,626,041</u>
Previous year:	At 1 July 2023	Incoming resources £	Resources expended £	Transfers £	At 30 June 2024 £
General funds	1,406,150	638,917	(539,738)	-	1,505,329

13 Company limited by guarantee

The charity is a company by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee given by the Members of the charity is limited to £1 per Member.

14 Related party transactions

BRITISH SCHOOL OF WATCHMAKING

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

14 Related party transactions

(Continued)

owing to the nature of the charity and the composition of the Board of Trustees being drawn from the charity's private sector partners and supporters, transactions may take place between the charity and organisations in which the Trustees have an interest or connection with. Although most of these organisations are not considered to be related parties for the purposes of the Charities SORP (FRS102), all transactions involving such organisations are conducted in accordance with the charity's normal procedures and charity Commission guidance relating to connected and related party transactions. The aggregate donations received by the charity during the year ended 30 June 2025 from organisations in which the Trustees have a connection with totalled £155,000 (2024: £155,000).

J Weston, the Chair of Trustees of the charity, is also a Director and shareholder of J. J. Rudell & Co Limited. The total donations received by the charity during the year ended 30 June 2025 from J. J. Rudell & Co Limited totalled £5,000 (2024: £5,000).

15 Analysis of changes in net funds

	At 1 July 2024	Cash flows	At 30 June 2025
	£	£	£
Cash at bank and in hand	736,924	(46,075)	690,849
Loans falling due within one year	(90,924)	90,924	-
	<u>646,000</u>	<u>44,849</u>	<u>690,849</u>

BRITISH SCHOOL OF WATCHMAKING

England & Wales - Charity number 1186365

Accounts

Registered number: 05159742
Charity number: 1186365

BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2024

BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)

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BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITABLE COMPANY, ITS TRUSTEES AND
ADVISERS
FOR THE YEAR ENDED 30 JUNE 2024**

Trustees	G W Bryan B Jallu (resigned 1 July 2024) L G Kerr J Weston, Chair V Borges A Nunziata (resigned 28 February 2025) A Boulnois (appointed 1 July 2024)
Company registered number	05159742
Charity registered number	1186365
Registered office	Evolution House 60 Bird Hall Lane Cheadle Heath Stockport Cheshire SK3 0SB
Company secretary	B Jallu (resigned 1 July 2024) A Boulnois (appointed 1 July 2024)
Management	J Robinson, General Manager
Independent examiners	Cooper Parry Group Limited Cubo Birmingham 4th Floor Two Chamberlain Square Birmingham B3 3AX

BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 30 JUNE 2024

The Trustees, who are also directors of the charitable company for the purposes of the Companies Act 2006, present their report with the financial statements of the charitable company for the year ended 30 June 2024.

The financial statements have been prepared in accordance with current statutory requirements, the requirements of the charitable company's governing document and the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Objectives and activities

a. Policies and objectives

The objectives of the charity are the advancement of education, knowledge and awareness in the skills and craft of watchmaking for the public benefit in particular by:

- providing training courses in the skill of watchmaking; and
- fostering, promoting and expanding the public interest in the skill of watchmaking.

b. Public benefit

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

Achievements and performance

a. Charitable activities

The charity delivered its charitable activities by training 14 graduates to diploma level in the skill of watchmaking. This provides a public service catering for the repair and restoration of beloved timepieces of the nation.

There were 7 graduates who successfully passed the 1,800 hrs course in December 2024.

There were 7 graduates who passed the 3,000hrs course (2-year course) in December 2024. The syllabus again includes an expanded micromechanics module making specialist parts for watches providing complete restoration.

All postgraduates are employed within this public service area.

We have to-date since opening trained 140 graduates within this hugely needed sector. 100% of which are practicing the skills the BSoW has taught them. 90 from the 3,000 hrs Watchmaker course and 50 from the 1,800hrs service watchmaker course.

The charity had accumulated a surplus, which had been intentional over several years. This has now been utilised towards paying off the commercial mortgage and equipping the polishing room. This new course the first outside of Switzerland began in 2024. It also allows us to train watchmakers and polishers for this public service. To-date 12 have completed the course.

Financial review

a. Financial activities and position

As shown in the Statement of Financial Activities, the charity's total income for the year to 30 June 2024 was £638,917, which was down from £649,763 in the year to 30 June 2023.

BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2024

The charity's total expenditure increased to £539,738 from £421,845 in the prior year. Further details of the charity's expenditure are given in notes 5 and 6 to the financial statements. All expenditure was incurred on charitable activities; there was no fundraising, trading, or other expenditure during the year.

The bottom line for the year was therefore a net income of £99,179 as compared to net income of £227,918 in the previous year.

The charity's total funds brought forward at the start of the year were £1,406,150, meaning funds carried forward at the end of the year totalled £1,505,329 all of which were unrestricted funds - i.e. not subject to any donor imposed restriction and therefore available to be applied for use within the charity's objects at the discretion of the Trustees.

b. Reserves policy

The charity's total funds as at 30 June 2024 were £1,505,329 all of which were unrestricted funds. Of this amount, however, £838,741 was represented by fixed assets used for charitable purposes (i.e. not liquid funds available to spend) and £300,000 was designated for specific purposes. This left £366,588 of remaining free unrestricted funds. The charity's policy is to hold a minimum free funds level of £500,000.

The Trustees regularly review the reserves policy, keeping in mind the environment in which the charity currently operates, and works to ensure that the ongoing activities are safeguarded as much as possible from any unexpected fluctuations in income and expenditure. Despite the level of free reserves being lower than the charity's policy, the current level of free reserves is considered sufficient to support the ongoing activities of the charity in the short to medium term and work is underway to increase free reserves to the policy level of £500,000. During the year, free reserves increased by £135,119 towards the policy level.

c. Investment policy and objectives

The charity's Trustees have the power to invest funds surplus to operational requirements, subject to conditions set out in the charitable company's Articles of Association. There were no investments held at 30 June 2024. All funds held as cash were held on current account with the charity's bankers and were held for charitable operations. At such time that surplus funds should be generated and designated for investment by the Trustees, this will be done under written investment policy in accordance with the provisions of the charity's Articles.

d. Going concern

The Trustees have considered a period of at least 12 months from the date of approval of these financial statements and consider that the charity will be able to continue to attract sufficient funding and manage its expenditure levels accordingly to ensure that it continues in operational existence for the foreseeable future.

e. Principal risks and uncertainties

The Trustees have assessed the major risks to which the charitable company is exposed, in particular those related to the operations and finances of the charitable company, and are satisfied that systems and procedures are in place to mitigate exposure to major risks.

Structure, governance and management

a. Governing document

The British School of Watchmaking is a company limited by guarantee governed by its Memorandum and Articles of Association incorporated 22 June 2004 as amended by special resolution dated 13 August 2019, as registered at Companies House on 29 August 2019. Charitable status was applied for and granted by the Charity Commission in England & Wales on 14 November 2019.

**BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)**

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2024**

Structure, governance and management (continued)

b. Organisational structure

The governing body of the charity is the Board of Trustees who also serve as Directors of the charitable company for the purposes of the Companies Act 2006. Any Director, by agreeing to become a Director, agrees to become a Member of the charity and accordingly is admitted to membership of the charity on his or her appointment as Director.

The Members and the Trustees / Directors meet at least three times a year in accordance with the Articles of Association. No business is transacted at meetings unless a quorum is present. In the case of general meetings of the Members, a quorum is at least three Members entitled to vote, and in the case of meetings of the Trustees / Directors, unless otherwise fixed by a decision of the Directors, the quorum for decision making is three or not less than one third of the total number of Trustees / Directors. Members and Trustees / Directors are entitled to one vote and decisions are made by a simple majority of votes. In case of an equality of votes, the Chairman has a second or casting vote.

The Directors may delegate any of their powers to any Committee consisting of one or more Directors.

The Directors may delegate day to day management and administration of the charity to one or more of its Managers, including the General Manager.

The Trustees who served the charity during the year and up to the date of the approval of these financial statements are named in the reference and administrative information on page 1.

c. Recruitment and appointment of new Trustees

As set out in the charitable company's Article of Association, new Trustees are appointed by the existing Trustees and serve for three years, after which they may put themselves forward for re-appointment. The Articles of Association provide for a minimum of three Trustees and a maximum of ten.

d. Induction and training of new Trustees

A new Trustee is briefed on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the Charity Commission's guidance on public benefit and Trustee responsibilities. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

e. Key management remuneration

The Trustees consider the Board of Trustees and the General Manager to comprise the key management personnel of the charity. All Trustees give their time freely and no Trustee remuneration was paid in the year. Details of any key management personnel remuneration, Trustee expenses and related party transactions are disclosed in notes 7, 8 and 19 to the financial statements.

**BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)**

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2024**

Structure, governance and management (continued)

f. Related party relationships

Owing to the nature of the charity and the composition of the Board of Trustees being drawn from the charity's private sector partners and supporters, transactions may take place between the charity and organisations in which the Trustees have an interest or connection with. Although most of these organisations are not considered to be related parties for the purposes of the Charities SORP (FRS102), all transactions involving such organisations are conducted in accordance with charity's normal procedures and Charity Commission guidance relating to connected and related party transactions. The aggregate donations received by the charity during the year ended 30 June 2024 from organisations in which the Trustees have a connection with totalled £155,000 (2023: £155,000).

J Weston, the Chair of Trustees of the charity, is also a Director and shareholder of J.J. Rudell & Co Limited. The total donations received by the charity during the year ended 30 June 2024 from J.J. Rudell & Co Limited totalled £5,000 (2023: £5,000).

During the year ended 30 June 2024, the charity also received £250 from 1 Trustee for using the charity's cleaning machines (2023: £NIL).

g. Members' liability

The Members of the charitable company guarantee to contribute an amount not exceeding £1 to the assets of the charitable company in the event of winding up.

Plans for future periods

It is the intention of the charity (funding permitting) to expand our current course offering to meet with public demand. We have employed 2 more tutors enabling an expansion of the current course numbers offered, allowing more spaces for students. These plans are detailed briefly below:

- 3rd classroom – now equipped, tutor is being trained.
- We now employ an administration assistant to help the General Manager and tutors.
- Full polishing course room, this is now complete, the tutor is now teaching the polishing course.

We do hope to purchase student accommodation in the future and install a huge solar system on the roof to reduce our carbon footprint.

BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2024

Statement of Trustees' responsibilities

The Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year. 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 incoming resources and application of resources, including its income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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 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 financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime under the Companies Act 2006.

Approved by order of the members of the board of Trustees on 15 April 2025 and signed on their behalf by:

Signed by:

205190BDDCEA4AB...

J Weston
Trustee

BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)

INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 30 JUNE 2024

Independent examiner's report to the Trustees of the British School of Watchmaking

I report to the charity Trustees on my examination of the financial statements of the charitable company for the year ended 30 June 2024.

Responsibilities and Basis of Report

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

Having satisfied myself that the financial statements of the charitable company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charitable company's financial statements carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent Examiner's Statement

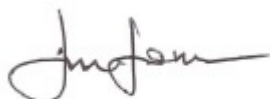
Since the charitable company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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

1. accounting records were not kept in respect of the charitable company as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Signed:



Dated: 17 April 2025

Andy Jones

CA ANZ, FCA

Cubo Birmingham
4th Floor
Two Chamberlain Square
Birmingham
B3 3AX

BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 30 JUNE 2024

	Note	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Income from:				
Donations and legacies	2	563,615	563,615	548,974
Charitable activities	3	73,857	73,857	100,472
Investments	4	1,445	1,445	317
Total income		638,917	638,917	649,763
Expenditure on:				
Charitable activities	5,6	539,738	539,738	421,845
Total expenditure		539,738	539,738	421,845
Net movement in funds		99,179	99,179	227,918
Reconciliation of funds:				
Total funds brought forward	13	1,406,150	1,406,150	1,178,232
Net movement in funds		99,179	99,179	227,918
Total funds carried forward	13	1,505,329	1,505,329	1,406,150

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

The notes on pages 11 to 22 form part of these financial statements.

BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)
REGISTERED NUMBER: 05159742

BALANCE SHEET
AS AT 30 JUNE 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible assets	9	838,741	874,681
		<u>838,741</u>	<u>874,681</u>
Current assets			
Debtors	10	37,333	124,389
Cash at bank and in hand		736,924	625,225
		<u>774,257</u>	<u>749,614</u>
Creditors: amounts falling due within one year	11	(107,669)	(35,277)
Net current assets		<u>666,588</u>	<u>714,337</u>
Total assets less current liabilities		<u>1,505,329</u>	<u>1,589,018</u>
Creditors: amounts falling due after more than one year	12	-	(182,868)
Total net assets		<u><u>1,505,329</u></u>	<u><u>1,406,150</u></u>
Charity funds			
Restricted funds	13	-	-
Unrestricted funds	13	1,505,329	1,406,150
Total funds		<u><u>1,505,329</u></u>	<u><u>1,406,150</u></u>

The charitable company is entitled to exemption from audit under section 477 of the Companies Act 2006 for the year ended 30 June 2024.

The members have not required the charitable company to obtain an audit for the year ended 30 June 2024 in accordance with section 476 of Companies Act 2006.

The Trustees acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of 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 15 April 2025 and signed on their behalf by:

J Weston
Trustee

Signed by: 
205190BDDCEA4AB...

The notes on pages 11 to 22 form part of these financial statements.

BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	£	£
Cash flows from operating activities		
Net cash provided by operating activities	239,741	160,863
	<hr/>	<hr/>
Cash flows from investing activities		
Purchase of tangible fixed assets	(13,675)	(144,490)
Interest received	1,445	317
	<hr/>	<hr/>
Net cash used in investing activities	(12,230)	(144,173)
	<hr/>	<hr/>
Cash flows from financing activities		
Loan repayments in year	(122,072)	(33,151)
Loan interest	6,260	9,249
	<hr/>	<hr/>
Net cash used in financing activities	(115,812)	(23,902)
	<hr/>	<hr/>
Change in cash and cash equivalents in the year	111,699	(7,212)
Cash and cash equivalents at the beginning of the year	625,225	632,437
	<hr/>	<hr/>
Cash and cash equivalents at the end of the year	<u>736,924</u>	<u>625,225</u>

The notes on pages 11 to 22 form part of these financial statements

BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

1. Accounting policies

1.1 Basis of preparing the financial statements

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

1.2 Going concern

The Trustees assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The Trustees make this assessment in respect of a period of at least one year from the date of authorisation for issue of the financial statements and have concluded that the charity has adequate resources to continue in operational existence for the foreseeable future and there are no material uncertainties about the charity's ability to continue as a going concern, thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Income

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised, the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfillment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Income from charitable activities includes income earned from education and training. Income is received in exchange for supplying services and is recognised when entitlement has occurred.

1.4 Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constrictive obligation committing the charity to that expenditure, is it 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 used of resources.

All expenditure is inclusive of irrecoverable VAT.

1.5 Pension costs

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

1. Accounting policies (continued)

1.6 Taxation

The charity is exempt from corporation tax on its charitable activities.

1.7 Tangible fixed assets and depreciation

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 provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	-	2% straight line basis
Plant and machinery	-	25% reducing balance
Fixtures and fittings	-	25% reducing balance
Computer equipment	-	25% straight line basis
Leasehold improvements	-	10% straight line basis

1.8 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered.

1.9 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.

1.10 Liabilities

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. Liabilities are recognised at the settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.11 Financial instruments

The charitable 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.

BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

1. Accounting policies (continued)

1.12 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 purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

2. Income from donations and legacies

	Unrestricted funds 2024 £	Total funds 2024 £
Donations	563,615	563,615

	Unrestricted funds 2023 £	Total funds 2023 £
Donations	548,974	548,974

3. Income from charitable activities

	Unrestricted funds 2024 £	Total funds 2024 £
Income from charitable activities - student fees	73,857	73,857

	Unrestricted funds 2023 £	Total funds 2023 £
Income from charitable activities - student fees	100,472	100,472

**BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024**

4. Investment income

	Unrestricted funds 2024 £	Total funds 2024 £
Bank interest	1,445	1,445
	<u>1,445</u>	<u>1,445</u>

	Unrestricted funds 2023 £	Total funds 2023 £
Bank interest	317	317
	<u>317</u>	<u>317</u>

5. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2024 £	Total 2024 £
Education and training	539,738	539,738
	<u>539,738</u>	<u>539,738</u>

	Unrestricted funds 2023 £	Total 2023 £
Education and training	421,845	421,845
	<u>421,845</u>	<u>421,845</u>

BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

6. Analysis of expenditure by activities

	Activities undertaken directly 2024 £	Support costs 2024 £	Total funds 2024 £
Education and training	360,211	179,527	539,738
	<u>360,211</u>	<u>179,527</u>	<u>539,738</u>

The classification of expenditure between activities undertaken directly (direct costs) and support costs has been modified during the current year so as to better reflect the nature of the activities undertaken. The prior year comparatives have not been reclassified.

	Activities undertaken directly 2023 £	Support costs 2023 £	Total funds 2023 £
Education and training	145,624	276,221	421,845
	<u>145,624</u>	<u>276,221</u>	<u>421,845</u>

Analysis of support costs

	Total funds 2024 £	Total funds 2023 £
Management	90,110	190,534
Property	44,027	59,291
Finance	6,384	114
Other	32,706	24,282
Governance	6,300	2,000
	<u>179,527</u>	<u>276,221</u>

BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

7. Staff costs

	2024	2023
	£	£
Wages and salaries	204,914	142,429
Social security costs	21,703	16,400
Contribution to defined contribution pension schemes	3,747	2,774
	<u>230,364</u>	<u>161,603</u>

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

	2024	2023
	No.	No.
Management	1	1
Teaching	3	2
	<u>4</u>	<u>3</u>

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

	2024	2023
	No.	No.
In the band £60,001 - £70,000	1	2
In the band £70,001 - £80,000	1	-

The total amount of employee benefits received by key management personnel was £90,110 (2023: £79,319). The key management personnel of the charity comprise the Trustees and General Manager.

8. Trustees' remuneration and expenses

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

During the year ended 30 June 2024, Trustee expenses of £149 have been incurred in respect of 1 Trustee (2023 - £2,369 in respect of 1 Trustee).

BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

9. Tangible fixed assets

	Freehold property £	Leasehold improvements £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Total £
Cost or valuation						
At 1 July 2023	803,361	42,908	404,883	25,849	5,987	1,282,988
Additions	-	-	-	13,675	-	13,675
Disposals	-	-	(18,384)	(5,015)	(2,658)	(26,057)
At 30 June 2024	<u>803,361</u>	<u>42,908</u>	<u>386,499</u>	<u>34,509</u>	<u>3,329</u>	<u>1,270,606</u>
Depreciation						
At 1 July 2023	48,202	42,908	292,063	19,847	5,287	408,307
Charge for the year	16,067	-	28,146	4,895	175	49,283
On disposals	-	-	(18,150)	(4,917)	(2,658)	(25,725)
At 30 June 2024	<u>64,269</u>	<u>42,908</u>	<u>302,059</u>	<u>19,825</u>	<u>2,804</u>	<u>431,865</u>
Net book value						
At 30 June 2024	<u>739,092</u>	<u>-</u>	<u>84,440</u>	<u>14,684</u>	<u>525</u>	<u>838,741</u>
At 30 June 2023	<u>755,159</u>	<u>-</u>	<u>112,820</u>	<u>6,002</u>	<u>700</u>	<u>874,681</u>

10. Debtors

	2024 £	2023 £
Due within one year		
Trade debtors	<u>37,333</u>	<u>124,389</u>

BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

11. Creditors: Amounts falling due within one year

	2024 £	2023 £
Bank loans	90,924	23,868
Trade creditors	1,605	-
Other taxation and social security	5,708	4,092
Other creditors	3,132	1,777
Accruals and deferred income	6,300	5,540
	<u>107,669</u>	<u>35,277</u>

12. Creditors: Amounts falling due after more than one year

	2024 £	2023 £
Bank loans	-	182,868
	<u>-</u>	<u>182,868</u>

Included within the above are amounts falling due as follows:

	2024 £	2023 £
Between one and two years		
Bank loans	-	24,896
	<u>-</u>	<u>24,896</u>
Between two and five years		
Bank loans	-	81,310
	<u>-</u>	<u>81,310</u>
Over five years		
Bank loans	-	76,662
	<u>-</u>	<u>76,662</u>

The bank loan is secured by a legal charge over the freehold property of the charity and was fully repaid on 6 December 2024..

BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

13. Statement of funds

Statement of funds - current year

	Balance at 1 July 2023 £	Income £	Expenditure £	Transfers in/out £	Balance at 30 June 2024 £
Unrestricted funds					
Designated funds					
Designated funds	300,000	-	-	-	300,000
General funds					
General funds	231,469	638,917	(490,455)	(13,343)	366,588
Fixed asset funds	874,681	-	(49,283)	13,343	838,741
	<u>1,106,150</u>	<u>638,917</u>	<u>(539,738)</u>	<u>-</u>	<u>1,205,329</u>
Total Unrestricted funds	<u><u>1,406,150</u></u>	<u><u>638,917</u></u>	<u><u>(539,738)</u></u>	<u><u>-</u></u>	<u><u>1,505,329</u></u>

The designated funds have been set aside for the purpose of building improvements, to include but not limited to installing a potential large solar system upon the roof of the building and a deposit towards the intended expansion in the future in relation to the acquisition of the neighbouring property.

BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

13. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 July 2022 £	Income £	Expenditure £	Transfers in/out £	Balance at 30 June 2023 £
Unrestricted funds					
Designated funds					
Designated funds	300,000	-	-	-	300,000
General funds					
General funds	92,134	649,763	(365,938)	(144,490)	231,469
Fixed asset funds	786,098	-	(55,907)	144,490	874,681
	<u>878,232</u>	<u>649,763</u>	<u>(421,845)</u>	<u>-</u>	<u>1,106,150</u>
Total Unrestricted funds	<u><u>1,178,232</u></u>	<u><u>649,763</u></u>	<u><u>(421,845)</u></u>	<u><u>-</u></u>	<u><u>1,406,150</u></u>

14. Analysis of net assets between funds

Analysis of net assets between funds - current period

	Unrestricted funds 2024 £	Total funds 2024 £
Tangible fixed assets	838,741	838,741
Current assets	774,257	774,257
Creditors due within one year	(107,669)	(107,669)
Total	<u><u>1,505,329</u></u>	<u><u>1,505,329</u></u>

BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

14. Analysis of net assets between funds (continued)

Analysis of net assets between funds - prior period

	Unrestricted funds 2023 £	Total funds 2023 £
Tangible fixed assets	874,681	874,681
Current assets	749,614	749,614
Creditors due within one year	(35,277)	(35,277)
Creditors due in more than one year	(182,868)	(182,868)
	<u>1,406,150</u>	<u>1,406,150</u>
Total	<u><u>1,406,150</u></u>	<u><u>1,406,150</u></u>

15. Reconciliation of net movement in funds to net cash flow from operating activities

	2024 £	2023 £
Net income for the period (as per Statement of Financial Activities)	99,179	227,918
	<u>99,179</u>	<u>227,918</u>
Adjustments for:		
Depreciation charges	49,284	55,907
Interest received	(1,445)	(317)
Loss on the sale of fixed assets	331	-
Decrease / (increase) in debtors	87,056	(124,389)
Increase in creditors	5,336	1,744
	<u>239,741</u>	<u>160,863</u>
Net cash provided by operating activities	<u><u>239,741</u></u>	<u><u>160,863</u></u>

16. Analysis of cash and cash equivalents

	2024 £	2023 £
Cash in hand	736,924	625,225
	<u>736,924</u>	<u>625,225</u>
Total cash and cash equivalents	<u><u>736,924</u></u>	<u><u>625,225</u></u>

BRITISH SCHOOL OF WATCHMAKING
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

17. Analysis of changes in net debt

	At 1 July 2023	Cash flows	Other non- cash changes	At 30 June 2024
	£	£	£	£
Cash at bank and in hand	625,225	111,699	-	736,924
Debt due within 1 year	(23,868)	23,868	(90,924)	(90,924)
Debt due after 1 year	(182,868)	91,944	90,924	-
	<u>418,489</u>	<u>227,511</u>	<u>-</u>	<u>646,000</u>

18. Company limited by guarantee

The charity is a company by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee given by the Members of the charity is limited to £1 per Member.

19. Related party transactions

Owing to the nature of the charity and the composition of the Board of Trustees being drawn from the charity's private sector partners and supporters, transactions may take place between the charity and organisations in which the Trustees have an interest or connection with. Although most of these organisations are not considered to be related parties for the purposes of the Charities SORP (FRS102), all transactions involving such organisations are conducted in accordance with charity's normal procedures and Charity Commission guidance relating to connected and related party transactions. The aggregate donations received by the charity during the year ended 30 June 2024 from organisations in which the Trustees have a connection with totalled £155,000 (2023: £155,000).

J Weston, the Chair of Trustees of the charity, is also a Director and shareholder of J.J. Rudell & Co Limited. The total donations received by the charity during the year ended 30 June 2024 from J.J. Rudell & Co Limited totalled £5,000 (2023: £5,000).

During the year ended 30 June 2024, the charity also received £250 from 1 Trustee for using the charity's cleaning machines (2023: £NIL).

BRITISH SCHOOL OF WATCHMAKING

England & Wales - Charity number 1186365

Accounts

REGISTERED COMPANY NUMBER: 05159742 (England and Wales)
REGISTERED CHARITY NUMBER: 1186365

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 30 June 2023
for
BRITISH SCHOOL OF WATCHMAKING
(A COMPANY LIMITED BY GUARANTEE)

Cooper Parry Advisory Limited
CUBO Birmingham
Office 401, 4th Floor
Birmingham
West Midlands
B3 3AX

BRITISH SCHOOL OF WATCHMAKING

Contents of the Financial Statements
for the year ended 30 June 2023

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BRITISH SCHOOL OF WATCHMAKING

Reference and Administrative Details
for the year ended 30 June 2023

Trustees	G W Bryan B Jallu L G Kerr J Weston
Company secretary	B Jallu
Registered office	Sky View, Argosy Road East Midlands Airport Castle Donington Derby Derbyshire DE74 2SA
Registered company number	05159742 (England and Wales)
Registered charity number	1186365
Independent examiner	Cooper Parry Advisory Limited CUBO Birmingham Office 401, 4th Floor Birmingham West Midlands B3 3AX

BRITISH SCHOOL OF WATCHMAKING

Report of the Trustees for the year ended 30 June 2023

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30 June 2023. 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).

The British School of Watchmaking was incorporated on 22 June 2004 as a company limited by guarantee, as defined by the Companies Act. Following application during the year to the Charity Commission in England & Wales, charitable status was granted and the company was registered with the Charity Commission on 14 November 2019. The annual report and accounts are therefore prepared in accordance with the Charities Statement of Recommended Practice ('Charities SORP') for the first time for the year ended 30 June 2020, with the comparative information having been presented on a consistent basis.

Objectives and activities

Objectives and aims

The objectives of the charity are the advancement of education, knowledge and awareness in the skills and craft of watchmaking for the public benefit, in particular by:

- providing training courses in the skill of watchmaking; and
- fostering, promoting and expanding the public interest in the skill of watchmaking.

Public benefit

The trustees confirm that they have had due regard to the Charity Commission's guidance on public benefit when considering the activities undertaken by the charity.

Achievement and performance

Charitable activities

The school delivered charitable activity by training 11 graduates to diploma level in the skill of watchmaking. This provides a public service catering for the repair and restoration of beloved timepieces of the nation.

There were 6 graduates who successfully passed the 1800 hrs course, 1 is re-sitting the exam in December 2023.

There were 5 graduates for the 3000hrs course (2-year course), 5 students passed their second-year final year exam and 1 will re-sit in December 2023. The syllabus again includes an expanded micromechanics module making specialist parts for watches providing complete restoration.

All postgraduates are employed within this public service area.

We have to-date since opening trained 118 graduates within this hugely needed sector. 100% of which are practicing the skills the BSoW has taught them. 83 from the 3000 hrs course and 35 from the 1800hrs course.

The charity had accumulated a surplus, which had been intentional over several years. This has now been utilised towards paying off part of the commercial mortgage and equipping the polishing room. This new course the first outside of Switzerland, it is scheduled to begin mid-2024. It also allows us to train watchmakers and polishers for this public service.

Financial review

Financial position

As shown in the Statement of Financial Activities on page 6, the charity's total income for the year to 30 June 2023 was £649,762 up from £377,570 in the year to 30 June 2022.

The charity's total expenditure increased to £421,844 from £372,601 in the prior year. Further details of the charity's expenditure are given in notes 5 and 6 to the financial statements. All expenditure was incurred on charitable activities; there was no fundraising, trading, or other expenditure during the year.

The bottom line for the year was therefore a net income of £227,918 as compared to £4,969 in the previous year.

The charity's total funds brought forward at the start of the year were £1,178,232, meaning funds carried forward at the end of the year totalled £1,406,150 all of which were unrestricted funds - i.e. not subject to any donor imposed restriction and therefore available to be applied for use within the charity's objects at the discretion of the trustees.

BRITISH SCHOOL OF WATCHMAKING

Report of the Trustees for the year ended 30 June 2023

Financial review

Investment policy and objectives

The charity's trustees have the power to invest funds surplus to operational requirements, subject to conditions set out in the charitable company's Articles of Association.

There were no investments held at 30 June 2023. All funds held as cash were held on current account with the charity's bankers and were held for charitable operations.

At such time that surplus funds should be generated and designated for investment by the Trustees, this will be done under written investment policy in accordance with the provisions of the charity's Articles.

Reserves policy

The charity's total funds as at 30 June 2023 were £1,406,150 all of which were unrestricted funds. Of this amount, however, £874,681 was represented by fixed assets used for charitable purposes (i.e. not liquid funds available to spend).

The trustees regularly review the appropriateness of the level of reserves held by the charity, keeping in mind the environment in which the charity currently operates, and working to ensure that the ongoing activities are safeguarded as much as possible from any unexpected fluctuations in income and expenditure.

Going concern

The trustees have considered a period of at least 12 months from the date of approval of these financial statements and consider that the charity will be able to continue to attract sufficient funding and manage its expenditure levels accordingly to ensure that it continues in operational existence for the foreseeable future.

Future plans

It is the intention of the school (funding permitting) to expand our current course offering to meet with public demand. We intend to employ 2/3 more tutors enabling an expansion of the current course numbers offered, allowing more spaces for students.

These plans are detailed briefly below:

- 3rd classroom - now equipped, awaiting a tutor.
- We now employ an admin assistant to help the GM and tutors.
- Full polishing course room, nearing completion and tutor being sourced.

Structure, governance and management

Governing document

The British School of Watchmaking is a company limited by guarantee governed by its Memorandum and Articles of Association incorporated 22 June 2004 as amended by special resolution dated 13 August 2019, as registered at Companies House on 29 August 2019. Charitable status was applied for during the year and granted by the Charity Commission in England & Wales on 14 November 2019.

BRITISH SCHOOL OF WATCHMAKING

Report of the Trustees
for the year ended 30 June 2023

Structure, governance and management

Organisational structure

The British School of Watchmaking was incorporated on 22 June 2004. It obtained registered charitable status during 2019 and therefore this is its first financial period as a charitable company.

The governing body of the charity is the board of trustees who also serve as directors of the charitable company for the purposes of the Companies Act 2006. Any director, by agreeing to become a director, agrees to become a Member of the charity and accordingly is admitted to membership of the charity on his or her appointment as director.

The Members and the trustees/directors meet at least three times a year in accordance with the Articles of Association. No business is transacted at meetings unless a quorum is present. In the case of general meetings of the Members, a quorum is at least three Members entitled to vote; and in the case of meetings of the trustees/directors, unless otherwise fixed by a decision of the directors, the quorum for decision making is three or not less than one third of the total number of trustees/directors. Members and trustees are entitled to one vote and decisions are made by a simple majority of votes. In the case of an equality of votes, the chairman has a second or casting vote.

The directors may delegate any of their powers to any committee consisting of one or more directors.

The directors may delegate day to day management and administration of the charity to one or more more managers.

The trustees who served the charity during the year and up to the date of the approval of these financial statements are named on page 1 of this report.

Recruitment and appointment of new trustees

As set out in the charitable company's Articles of Association, new trustees are appointed by the existing trustees and serve for three years, after which they may put themselves forward for re-appointment. The Articles of Association provide for a minimum of three trustees and a maximum of ten.

Induction and training of new trustees

A new trustee is briefed on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association and the Charity Commission's guidance on public benefit and trustee responsibilities. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

Key management remuneration

The trustees consider the board of trustees/directors to comprise the key management personnel of the charity. All trustees give their time freely and no trustee remuneration was paid in the year. Details of any trustee expenses and related party transactions are disclosed in note 8 and note 18 to the financial statements.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

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 board of trustees on 26/03/2024..... and signed on its behalf by:



.....
J Weston - Trustee

Independent Examiner's Report to the Trustees of
British School Of Watchmaking

Independent examiner's report to the trustees of British School Of Watchmaking ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 30 June 2023.

Responsibilities and basis of report

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

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.


Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of Section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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



Nichola Venables

Cooper Parry Advisory Limited
CUBO Birmingham
Office 401, 4th Floor
Birmingham
West Midlands
B3 3AX

Date: 26/03/2024
Date:

BRITISH SCHOOL OF WATCHMAKING

Statement of Financial Activities
for the year ended 30 June 2023

		Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
	Notes				
Income and endowments from					
Donations and legacies	2	548,974	-	548,974	362,354
Charitable activities					
Education and training	4	100,472	-	100,472	15,216
Investment income	3	317	-	317	-
Total		<u>649,763</u>	<u>-</u>	<u>649,763</u>	<u>377,570</u>
Expenditure on					
Charitable activities					
Education and training	5	421,845	-	421,845	372,601
NET INCOME		227,918	-	227,918	4,969
Reconciliation of funds					
Total funds brought forward		1,178,232	-	1,178,232	1,173,263
Total funds carried forward		<u><u>1,406,150</u></u>	<u><u>-</u></u>	<u><u>1,406,150</u></u>	<u><u>1,178,232</u></u>

BRITISH SCHOOL OF WATCHMAKING

Balance Sheet
30 June 2023

	Notes	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
Fixed assets					
Tangible assets	11	874,681	-	874,681	786,098
Current assets					
Debtors	12	124,389	-	124,389	-
Cash at bank and in hand		625,225	-	625,225	632,437
		749,614	-	749,614	632,437
Creditors					
Amounts falling due within one year	13	(35,277)	-	(35,277)	(33,533)
Net current assets		714,337	-	714,337	598,904
Total assets less current liabilities		1,589,018	-	1,589,018	1,385,002
Creditors					
Amounts falling due after more than one year	14	(182,868)	-	(182,868)	(206,770)
NET ASSETS		1,406,150	-	1,406,150	1,178,232
Funds	17				
Unrestricted funds				1,406,150	1,178,232
Total funds				1,406,150	1,178,232

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2023 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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

The financial statements were approved by the Board of Trustees and authorised for issue on ..26/03/2024..... and were signed on its behalf by:



.....
J Weston - Trustee

BRITISH SCHOOL OF WATCHMAKING

Cash Flow Statement
for the year ended 30 June 2023

	Notes	2023 £	2022 £
Cash flows from operating activities			
Cash generated from operations	19	170,112	312,089
Interest paid		(9,249)	(10,229)
		<u>160,863</u>	<u>301,860</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(144,490)	(7,309)
Interest received		317	-
		<u>(144,173)</u>	<u>(7,309)</u>
Cash flows from financing activities			
Loan repayments in year		(33,150)	(22,923)
Loan interest		9,248	-
		<u>(23,902)</u>	<u>(22,923)</u>
Change in cash and cash equivalents in the reporting period			
		<u>(7,212)</u>	271,628
Cash and cash equivalents at the beginning of the reporting period			
		<u>632,437</u>	<u>360,809</u>
Cash and cash equivalents at the end of the reporting period			
		<u><u>625,225</u></u>	<u><u>632,437</u></u>

Notes to the Financial Statements
for the year ended 30 June 2023

1. Accounting policies

Basis of preparing the financial statements

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Income from trading activities includes income earned from fundraising events and trading activities to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and is recognised when entitlement has occurred.

No amount is included in the financial statements for volunteer time in line with the SORP (FRS 102). Further detail is given in the Trustees' Annual Report.

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.

Allocation and apportionment of costs

Resources expended are allocated to the particular activity where the cost relates directly to that activity.

Tangible fixed assets

Tangible fixed assets are initially recorded at cost.

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Leasehold improvements	- 10% straight line basis
Fixtures & Fittings	- 25% reducing balance
Plant & Machinery	- 25% reducing balance
Computer equipment	- 25% straight line basis
Freehold property	- 2% straight line basis

Taxation

The charity is exempt from corporation 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.

BRITISH SCHOOL OF WATCHMAKING

Notes to the Financial Statements - continued
for the year ended 30 June 2023

1. Accounting policies - continued

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Leasing commitments

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against income on a straight line basis over the period of the lease.

2. Donations and legacies

	2023	2022
	£	£
Donations	<u>548,974</u>	<u>362,354</u>

3. Investment income

	2023	2022
	£	£
Interest receivable - trading	<u>317</u>	<u>-</u>

4. Income from charitable activities

		2023	2022
	Activity	£	£
Student fees	Education and training	<u>100,472</u>	<u>15,216</u>

5. Charitable activities costs

	Direct Costs	Support costs (see note 6)	Totals
	£	£	£
Education and training	<u>145,624</u>	<u>276,221</u>	<u>421,845</u>

6. Support costs

	Management	Finance	Property costs
	£	£	£
Education and training	<u>190,534</u>	<u>114</u>	<u>59,291</u>
		Governance costs	
	Other	£	Totals
	£	£	£
Education and training	<u>24,282</u>	<u>2,000</u>	<u>276,221</u>

BRITISH SCHOOL OF WATCHMAKING

Notes to the Financial Statements - continued
for the year ended 30 June 2023

7. Net income/(expenditure)

Net income/(expenditure) is stated after charging/(crediting):

	2023	2022
	£	£
Depreciation - owned assets	55,907	20,979
	<u> </u>	<u> </u>

8. Trustees' remuneration and benefits

There was no trustees' remuneration or benefits paid for the year ended 30 June 2023, nor for the year ended 30 June 2022, other than any disclosed in note 18 - related party transactions.

Trustees' expenses

Expenses totalling £2,369 (2022: £718) were reimbursed to 1 trustee (2022: 1) in connection with out of pocket expenses incurred.

9. Staff costs

	2023	2022
	£	£
Wages and salaries	142,429	156,382
Social security costs	16,400	18,244
Other pension costs	2,774	3,289
	<u> </u>	<u> </u>
	161,603	177,915
	<u> </u>	<u> </u>

The average monthly number of employees during the year was as follows:

	2023	2022
Management	1	1
Teaching	2	2
	<u> </u>	<u> </u>
	3	3
	<u> </u>	<u> </u>

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

	2023	2022
£60,001 - £70,000	2	2
	<u> </u>	<u> </u>

The total amount of employee benefits received by key management personnel was £Nil (2021:£Nil). The key management personnel of the Charity comprise the Trustees

10. Comparatives for the statement of financial activities

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
Income and endowments from			
Donations and legacies	362,354	-	362,354
Charitable activities			
Education and training	15,216	-	15,216
	<u> </u>	<u> </u>	<u> </u>
Total	377,570	-	377,570
	<u> </u>	<u> </u>	<u> </u>

Expenditure on

BRITISH SCHOOL OF WATCHMAKING

Notes to the Financial Statements - continued
for the year ended 30 June 2023

10. Comparatives for the statement of financial activities - continued

	Unrestricted funds £	Restricted funds £	Total funds £
Charitable activities			
Education and training	372,601	-	372,601
NET INCOME	4,969	-	4,969
Reconciliation of funds			
Total funds brought forward	1,173,263	-	1,173,263
Total funds carried forward	<u>1,178,232</u>	<u>-</u>	<u>1,178,232</u>

11. Tangible fixed assets

	Freehold property £	Leasehold improvements £	Plant and machinery £
Cost			
At 1 July 2022	803,361	42,908	262,512
Additions	-	-	142,371
At 30 June 2023	<u>803,361</u>	<u>42,908</u>	<u>404,883</u>
Depreciation			
At 1 July 2022	32,134	42,908	254,457
Charge for year	16,068	-	37,606
At 30 June 2023	<u>48,202</u>	<u>42,908</u>	<u>292,063</u>
Net book value			
At 30 June 2023	<u>755,159</u>	<u>-</u>	<u>112,820</u>
At 30 June 2022	<u>771,227</u>	<u>-</u>	<u>8,055</u>
	Fixtures and fittings £	Computer equipment £	Totals £
Cost			
At 1 July 2022	23,730	5,987	1,138,498
Additions	2,119	-	144,490
At 30 June 2023	<u>25,849</u>	<u>5,987</u>	<u>1,282,988</u>
Depreciation			
At 1 July 2022	17,847	5,054	352,400
Charge for year	2,000	233	55,907
At 30 June 2023	<u>19,847</u>	<u>5,287</u>	<u>408,307</u>
Net book value			
At 30 June 2023	<u>6,002</u>	<u>700</u>	<u>874,681</u>
At 30 June 2022	<u>5,883</u>	<u>933</u>	<u>786,098</u>

BRITISH SCHOOL OF WATCHMAKING

Notes to the Financial Statements - continued
for the year ended 30 June 2023

12. Debtors: amounts falling due within one year	2023	2022
	£	£
Amounts receivable	<u>124,389</u>	<u>-</u>
13. Creditors: amounts falling due within one year	2023	2022
	£	£
Bank loans and overdrafts (see note 15)	23,868	23,868
Social security and other taxes	4,092	4,151
Other creditors	7,317	5,514
	<u>35,277</u>	<u>33,533</u>
14. Creditors: amounts falling due after more than one year	2023	2022
	£	£
Bank loans (see note 15)	<u>182,868</u>	<u>206,770</u>
15. Loans		
An analysis of the maturity of loans is given below:		
	2023	2022
	£	£
Amounts falling due within one year on demand:		
Bank loans	<u>23,868</u>	<u>23,868</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>24,896</u>	<u>24,896</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>81,310</u>	<u>81,310</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	76,662	100,564
16. Secured debts		
The following secured debts are included within creditors:		
	2023	2022
	£	£
Bank loans	<u>206,736</u>	<u>230,638</u>

The bank loan is secured by a legal charge over the freehold property.

BRITISH SCHOOL OF WATCHMAKING

Notes to the Financial Statements - continued
for the year ended 30 June 2023

17. Movement in funds

	At 1/7/22	Net movement in funds	At 30/6/23
	£	£	£
Unrestricted funds			
General fund	878,232	227,918	1,106,150
Designated reserve	300,000	-	300,000
	<u>1,178,232</u>	<u>227,918</u>	<u>1,406,150</u>
TOTAL FUNDS	<u><u>1,178,232</u></u>	<u><u>227,918</u></u>	<u><u>1,406,150</u></u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	649,763	(421,845)	227,918
	<u>649,763</u>	<u>(421,845)</u>	<u>227,918</u>
TOTAL FUNDS	<u><u>649,763</u></u>	<u><u>(421,845)</u></u>	<u><u>227,918</u></u>

Comparatives for movement in funds

	At 1/7/21	Net movement in funds	At 30/6/22
	£	£	£
Unrestricted funds			
General fund	873,263	4,969	878,232
Designated reserve	300,000	-	300,000
	<u>1,173,263</u>	<u>4,969</u>	<u>1,178,232</u>
TOTAL FUNDS	<u><u>1,173,263</u></u>	<u><u>4,969</u></u>	<u><u>1,178,232</u></u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	377,570	(372,601)	4,969
	<u>377,570</u>	<u>(372,601)</u>	<u>4,969</u>
TOTAL FUNDS	<u><u>377,570</u></u>	<u><u>(372,601)</u></u>	<u><u>4,969</u></u>

BRITISH SCHOOL OF WATCHMAKING

Notes to the Financial Statements - continued
for the year ended 30 June 2023

18. Related party disclosures

There were no related party transactions for the year ended 30 June 2023.

19. Reconciliation of net income to net cash flow from operating activities

	2023	2022
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	227,918	4,969
Adjustments for:		
Depreciation charges	55,907	20,979
Interest received	(317)	-
Interest paid	9,249	10,229
(Increase)/decrease in debtors	(124,389)	277,786
Increase/(decrease) in creditors	1,744	(1,874)
	<hr/>	<hr/>
Net cash provided by operations	170,112	312,089
	<hr/> <hr/>	<hr/> <hr/>

20. Analysis of changes in net funds

	At 1/7/22	Cash flow	At 30/6/23
	£	£	£
Net cash			
Cash at bank and in hand	632,437	(7,212)	625,225
	<hr/>	<hr/>	<hr/>
	632,437	(7,212)	625,225
	<hr/>	<hr/>	<hr/>
Debt			
Debts falling due within 1 year	(23,868)	-	(23,868)
Debts falling due after 1 year	(206,770)	23,902	(182,868)
	<hr/>	<hr/>	<hr/>
	(230,638)	23,902	(206,736)
	<hr/>	<hr/>	<hr/>
Total	401,799	16,690	418,489
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

21. Company limited by guarantee

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee given by the Members of the charity is limited to £1 per Member.

BRITISH SCHOOL OF WATCHMAKING

England & Wales - Charity number 1186365

Accounts

REGISTERED COMPANY NUMBER: 05159742 (England and Wales)
REGISTERED CHARITY NUMBER: 1186365

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 30 June 2022
for
BRITISH SCHOOL OF WATCHMAKING
(A COMPANY LIMITED BY GUARANTEE)

Haines Watts Birmingham LLP
5-6 Greenfield Crescent
Edgbaston
Birmingham
West Midlands
B15 3BE

BRITISH SCHOOL OF WATCHMAKING

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for the year ended 30 June 2022

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BRITISH SCHOOL OF WATCHMAKING

Reference and Administrative Details
for the year ended 30 June 2022

Trustees	G W Bryan B Jallu L G Kerr J Weston
Company secretary	B Jallu
Registered office	5-6 Greenfield Crescent Edgbaston Birmingham B15 3BE
Registered company number	05159742 (England and Wales)
Registered charity number	1186365
Independent examiner	Haines Watts Birmingham LLP 5-6 Greenfield Crescent Edgbaston Birmingham West Midlands B15 3BE

BRITISH SCHOOL OF WATCHMAKING

Report of the Trustees for the year ended 30 June 2022

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30 June 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).

The British School of Watchmaking was incorporated on 22 June 2004 as a company limited by guarantee, as defined by the Companies Act. Following application during the year to the Charity Commission in England & Wales, charitable status was granted and the company was registered with the Charity Commission on 14 November 2019. The annual report and accounts are therefore prepared in accordance with the Charities Statement of Recommended Practice ('Charities SORP') for the first time for the year ended 30 June 2020, with the comparative information having been presented on a consistent basis.

Objectives and activities

Objectives and aims

The objectives of the charity are the advancement of education, knowledge and awareness in the skills and craft of watchmaking for the public benefit, in particular by:

- providing training courses in the skill of watchmaking; and
- fostering, promoting and expanding the public interest in the skill of watchmaking.

Public benefit

The trustees confirm that they have had due regard to the Charity Commission's guidance on public benefit when considering the activities undertaken by the charity.

Achievement and performance

Charitable activities

The school delivered charitable activity by training 5 graduates to diploma level in the skill of watchmaking. 3 are re-sitting the exam in June 2022. Coronavirus disruption has had an acute impact in all teaching facilities, BSoW was no exception. Despite remote learning caused by lockdowns and teaching by zoom classes the tutors and students have still performed very well. This provides a public service catering for the repair and restoration of beloved timepieces of the nation.

There were no 3000hrs (2 year course) graduates, All students passed their first year exam and will go on to the diploma exam at the end of 2022. The syllabus again includes an expanded micromechanics module making specialist parts for watches providing complete restoration.

The school trained x 8 - 1800hrs (1 year course) service watchmakers. 5 immediate graduates and hopefully 3 more to follow a re-sit exam in June 2022. In 2019 the BSoW was the first school in Europe to pilot this course. All post graduates are employed within this public service area.

We have to-date since opening trained 104 graduates within this hugely needed sector. 100% of which are practicing the skills the BSoW has taught them. 78 from the 3000 hrs course and 26 from the 1800hrs course.

The charity had accumulated a surplus, which had been intentional over several years. This has now been utilised towards the re-location of the school and purchase a freehold building double the size to suite our future requirements. Some funds remain to now equip the polishing room mentioned in the BSoW future plan.

Financial review

Financial position

As shown in the Statement of Financial Activities on page 6, the charity's total income for the year to 30 June 2022 was £377,570 down from £639,145 in the year to 30 June 2021.

The charity's total expenditure increased marginally to £372,601 compared to £370,288 in the prior year. Further details of the charity's expenditure are given in notes 5 and 6 to the financial statements. All expenditure was incurred on charitable activities; there was no fundraising, trading, or other expenditure during the year.

The bottom line for the year was therefore a net income of £4,969 as compared to £268,857 in the previous year.

The charity's total funds brought forward at the start of the year were £1,173,263, meaning funds carried forward at the end of the year totalled £1,178,232 all of which were unrestricted funds - i.e. not subject to any donor imposed restriction and therefore available to be applied for use within the charity's objects at the discretion of the trustees.

BRITISH SCHOOL OF WATCHMAKING

Report of the Trustees for the year ended 30 June 2022

Financial review

Investment policy and objectives

The charity's trustees have the power to invest funds surplus to operational requirements, subject to conditions set out in the charitable company's Articles of Association.

There were no investments held at 30 June 2022. All funds held as cash were held on current account with the charity's bankers and were held for charitable operations.

At such time that surplus funds should be generated and designated for investment by the Trustees, this will be done under written investment policy in accordance with the provisions of the charity's Articles.

Reserves policy

The charity's total funds as at 30 June 2022 were £1,178,232 all of which were unrestricted funds. Of this amount, however, £786,098 was represented by fixed assets used for charitable purposes (i.e. not liquid funds available to spend).

The trustees regularly review the appropriateness of the level of reserves held by the charity, keeping in mind the environment in which the charity currently operates, and working to ensure that the ongoing activities are safeguarded as much as possible from any unexpected fluctuations in income and expenditure.

Going concern

The trustees have considered a period of at least 12 months from the date of approval of these financial statements and consider that the charity will be able to continue to attract sufficient funding and manage its expenditure levels accordingly to ensure that it continues in operational existence for the foreseeable future.

Future plans

It is the intention of the school (funding permitting) to expand our current course offering to meet with public demand. Coronavirus has impeded these plans, but the goals remain the same, however, costs has increased.

These plans are detailed briefly below:

- 3rd classroom - estimated cost £80-100k
- New tutor employed to teach the additional course - estimated cost £50K - plus an admin assistant to help the GM and tutors. Cost estimated 15-20k.
- Full polishing course room. - This would be a first in the UK and would be an additional skill we would be teaching - estimated cost £150k. Again, plans are in place and when funding permits, this will be completed.

Structure, governance and management

Governing document

The British School of Watchmaking is a company limited by guarantee governed by its Memorandum and Articles of Association incorporated 22 June 2004 as amended by special resolution dated 13 August 2019, as registered at Companies House on 29 August 2019. Charitable status was applied for during the year and granted by the Charity Commission in England & Wales on 14 November 2019.

BRITISH SCHOOL OF WATCHMAKING

Report of the Trustees for the year ended 30 June 2022

Structure, governance and management

Organisational structure

The British School of Watchmaking was incorporated on 22 June 2004. It obtained registered charitable status during 2019 and therefore this is its first financial period as a charitable company.

The governing body of the charity is the board of trustees who also serve as directors of the charitable company for the purposes of the Companies Act 2006. Any director, by agreeing to become a director, agrees to become a Member of the charity and accordingly is admitted to membership of the charity on his or her appointment as director.

The Members and the trustees/directors meet at least three times a year in accordance with the Articles of Association. No business is transacted at meetings unless a quorum is present. In the case of general meetings of the Members, a quorum is at least three Members entitled to vote; and in the case of meetings of the trustees/directors, unless otherwise fixed by a decision of the directors, the quorum for decision making is three or not less than one third of the total number of trustees/directors. Members and trustees are entitled to one vote and decisions are made by a simple majority of votes. In the case of an equality of votes, the chairman has a second or casting vote.

The directors may delegate any of their powers to any committee consisting of one or more directors.

The directors may delegate day to day management and administration of the charity to one or more more managers.

The trustees who served the charity during the year and up to the date of the approval of these financial statements are named on page 1 of this report.

Recruitment and appointment of new trustees

As set out in the charitable company's Articles of Association, new trustees are appointed by the existing trustees and serve for three years, after which they may put themselves forward for re-appointment. The Articles of Association provide for a minimum of three trustees and a maximum of ten.

Induction and training of new trustees

A new trustee is briefed on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association and the Charity Commission's guidance on public benefit and trustee responsibilities. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

Key management remuneration

The trustees consider the board of trustees/directors to comprise the key management personnel of the charity. All trustees give their time freely and no trustee remuneration was paid in the year. Details of any trustee expenses and related party transactions are disclosed in note 7 and note 17 to the financial statements.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

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 board of trustees on 27 June 2023 and signed on its behalf by:


.....
J Weston - Trustee

Independent Examiner's Report to the Trustees of
British School Of Watchmaking

Independent examiner's report to the trustees of British School Of Watchmaking ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 30 June 2022.

Responsibilities and basis of report

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

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of Section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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

Nichola Venables

Haines Watts Birmingham LLP
5-6 Greenfield Crescent
Edgbaston
Birmingham
West Midlands
B15 3BE

27 June 2023

BRITISH SCHOOL OF WATCHMAKING

Statement of Financial Activities
for the year ended 30 June 2022

		Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
	Notes				
Income and endowments from					
Donations and legacies	2	362,354	-	362,354	493,652
Charitable activities	3				
Education and training		15,216	-	15,216	67,880
Other income		-	-	-	77,613
Total		377,570	-	377,570	639,145
Expenditure on					
Charitable activities	4				
Education and training		372,601	-	372,601	370,288
NET INCOME		4,969	-	4,969	268,857
Reconciliation of funds					
Total funds brought forward		1,173,263	-	1,173,263	904,406
Total funds carried forward		1,178,232	-	1,178,232	1,173,263

BRITISH SCHOOL OF WATCHMAKING

Balance Sheet
30 June 2022

		Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
Fixed assets					
Tangible assets	10	786,098	-	786,098	799,768
Current assets					
Debtors	11	-	-	-	277,786
Cash at bank and in hand		632,437	-	632,437	360,809
		632,437	-	632,437	638,595
Creditors					
Amounts falling due within one year	12	(33,533)	-	(33,533)	(34,423)
		598,904	-	598,904	604,172
Net current assets					
		1,385,002	-	1,385,002	1,403,940
Creditors					
Amounts falling due after more than one year	13	(206,770)	-	(206,770)	(230,677)
NET ASSETS		1,178,232	-	1,178,232	1,173,263
Funds	16				
Unrestricted funds				1,178,232	1,173,263
Total funds				1,178,232	1,173,263

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2022 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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

The financial statements were approved by the Board of Trustees and authorised for issue on 27 June 2023 and were signed on its behalf by:

.....
J Weston - Trustee



BRITISH SCHOOL OF WATCHMAKING

Cash Flow Statement
for the year ended 30 June 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	18	312,089	382,910
Interest paid		(10,229)	(8,424)
Net cash provided by operating activities		<u>301,860</u>	<u>374,486</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(7,309)	(803,361)
Net cash used in investing activities		<u>(7,309)</u>	<u>(803,361)</u>
Cash flows from financing activities			
New loans in year		-	270,000
Loan repayments in year		(22,923)	(16,438)
Net cash (used in)/provided by financing activities		<u>(22,923)</u>	<u>253,562</u>
Change in cash and cash equivalents in the reporting period		271,628	(175,313)
Cash and cash equivalents at the beginning of the reporting period		<u>360,809</u>	<u>536,122</u>
Cash and cash equivalents at the end of the reporting period		<u><u>632,437</u></u>	<u><u>360,809</u></u>

Notes to the Financial Statements
for the year ended 30 June 2022

1. Accounting policies

Basis of preparing the financial statements

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Income from trading activities includes income earned from fundraising events and trading activities to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and is recognised when entitlement has occurred.

No amount is included in the financial statements for volunteer time in line with the SORP (FRS 102). Further detail is given in the Trustees' Annual Report.

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.

Allocation and apportionment of costs

Resources expended are allocated to the particular activity where the cost relates directly to that activity.

Tangible fixed assets

Tangible fixed assets are initially recorded at cost.

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Leasehold improvements	- 10% straight line basis
Fixtures & Fittings	- 25% reducing balance
Plant & Machinery	- 25% reducing balance
Computer equipment	- 25% straight line basis
Freehold property	- 2% straight line basis

Taxation

The charity is exempt from corporation 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.

BRITISH SCHOOL OF WATCHMAKING

Notes to the Financial Statements - continued
for the year ended 30 June 2022

1. Accounting policies - continued

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Leasing commitments

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against income on a straight line basis over the period of the lease.

2. Donations and legacies

	2022	2021
	£	£
Donations	<u>362,354</u>	<u>493,652</u>

3. Income from charitable activities

		2022	2021
	Activity	£	£
Student fees	Education and training	<u>15,216</u>	<u>67,880</u>

4. Charitable activities costs

	Direct Costs	Support costs (see note 5)	Totals
	£	£	£
Education and training	<u>297,317</u>	<u>75,284</u>	<u>372,601</u>

5. Support costs

	Management	Finance	Property costs
	£	£	£
Education and training	<u>14,301</u>	<u>105</u>	<u>44,747</u>
		Governance costs	Totals
	Other	£	£
Education and training	<u>9,195</u>	<u>6,936</u>	<u>75,284</u>

6. Net income/(expenditure)

Net income/(expenditure) is stated after charging/(crediting):

	2022	2021
	£	£
Depreciation - owned assets	<u>20,979</u>	<u>20,209</u>

BRITISH SCHOOL OF WATCHMAKING

Notes to the Financial Statements - continued
for the year ended 30 June 2022

7. Trustees' remuneration and benefits

There was no trustees' remuneration or benefits paid for the year ended 30 June 2022, nor for the year ended 30 June 2021, other than any disclosed in note 17 - related party transactions.

Trustees' expenses

Expenses totalling £718 (2021: £540) were reimbursed to 1 trustee (2021: 1) in connection with out of pocket expenses incurred.

8. Staff costs

	2022	2021
	£	£
Wages and salaries	156,382	176,625
Social security costs	18,244	14,868
Other pension costs	3,289	3,822
	177,915	195,315
	177,915	195,315

The average monthly number of employees during the year was as follows:

	2022	2021
Management	1	1
Teaching	2	2
	3	3
	3	3

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

	2022	2021
£60,001 - £70,000	2	2
	2	2

The total amount of employee benefits received by key management personnel was £Nil (2021:£Nil). The key management personnel of the Charity comprise the Trustees

9. Comparatives for the statement of financial activities

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
Income and endowments from			
Donations and legacies	493,652	-	493,652
Charitable activities			
Education and training	67,880	-	67,880
Other income	77,613	-	77,613
Total	639,145	-	639,145
Expenditure on			
Charitable activities			
Education and training	370,288	-	370,288
NET INCOME	268,857	-	268,857
Reconciliation of funds			
Total funds brought forward	904,406	-	904,406

BRITISH SCHOOL OF WATCHMAKING

Notes to the Financial Statements - continued
for the year ended 30 June 2022

9. Comparatives for the statement of financial activities - continued

	Unrestricted funds £	Restricted funds £	Total funds £
Total funds carried forward	1,173,263	-	1,173,263

10. Tangible fixed assets

	Freehold property £	Leasehold improvements £	Plant and machinery £
Cost			
At 1 July 2021	803,361	42,908	262,512
Additions	-	-	-
At 30 June 2022	803,361	42,908	262,512
Depreciation			
At 1 July 2021	16,067	42,908	251,772
Charge for year	16,067	-	2,685
At 30 June 2022	32,134	42,908	254,457
Net book value			
At 30 June 2022	771,227	-	8,055
At 30 June 2021	787,294	-	10,740
	Fixtures and fittings £	Computer equipment £	Totals £
Cost			
At 1 July 2021	17,459	4,949	1,131,189
Additions	6,271	1,038	7,309
At 30 June 2022	23,730	5,987	1,138,498
Depreciation			
At 1 July 2021	15,886	4,788	331,421
Charge for year	1,961	266	20,979
At 30 June 2022	17,847	5,054	352,400
Net book value			
At 30 June 2022	5,883	933	786,098
At 30 June 2021	1,573	161	799,768

BRITISH SCHOOL OF WATCHMAKING

Notes to the Financial Statements - continued
for the year ended 30 June 2022

11. Debtors: amounts falling due within one year	2022	2021
	£	£
Amounts receivable	163,200	277,786
Amounts recoverable on contract	(163,200)	-
	<u>-</u>	<u>277,786</u>
	<u><u>-</u></u>	<u><u>277,786</u></u>
 12. Creditors: amounts falling due within one year	 2022	 2021
	£	£
Bank loans and overdrafts (see note 14)	23,868	22,884
Social security and other taxes	4,151	4,370
Other creditors	5,514	7,169
	<u>33,533</u>	<u>34,423</u>
	<u><u>33,533</u></u>	<u><u>34,423</u></u>
 13. Creditors: amounts falling due after more than one year	 2022	 2021
	£	£
Bank loans (see note 14)	206,770	230,677
	<u>206,770</u>	<u>230,677</u>
	<u><u>206,770</u></u>	<u><u>230,677</u></u>
 14. Loans		
An analysis of the maturity of loans is given below:		
	2022	2021
	£	£
Amounts falling due within one year on demand:		
Bank loans	23,868	22,884
	<u>23,868</u>	<u>22,884</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	24,896	23,870
	<u>24,896</u>	<u>23,870</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	81,310	75,655
	<u>81,310</u>	<u>75,655</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	100,564	131,152
	<u>100,564</u>	<u>131,152</u>
 15. Secured debts		
The following secured debts are included within creditors:		
	2022	2021
	£	£
Bank loans	230,638	253,561
	<u>230,638</u>	<u>253,561</u>
	<u><u>230,638</u></u>	<u><u>253,561</u></u>

The bank loan is secured by a legal charge over the freehold property.

BRITISH SCHOOL OF WATCHMAKING

Notes to the Financial Statements - continued
for the year ended 30 June 2022

16. Movement in funds

	At 1/7/21 £	Net movement in funds £	At 30/6/22 £
Unrestricted funds			
General fund	873,263	4,969	878,232
Designated reserve	300,000	-	300,000
	<hr/>	<hr/>	<hr/>
	1,173,263	4,969	1,178,232
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	1,173,263	4,969	1,178,232
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	377,570	(372,601)	4,969
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	377,570	(372,601)	4,969
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Comparatives for movement in funds

	At 1/7/20 £	Net movement in funds £	At 30/6/21 £
Unrestricted funds			
General fund	604,406	268,857	873,263
Designated reserve	300,000	-	300,000
	<hr/>	<hr/>	<hr/>
	904,406	268,857	1,173,263
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	904,406	268,857	1,173,263
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	639,145	(370,288)	268,857
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	639,145	(370,288)	268,857
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

BRITISH SCHOOL OF WATCHMAKING

Notes to the Financial Statements - continued
for the year ended 30 June 2022

17. Related party disclosures

There were no related party transactions for the year ended 30 June 2022.

18. Reconciliation of net income to net cash flow from operating activities

	2022	2021
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	4,969	268,857
Adjustments for:		
Depreciation charges	20,979	20,209
Interest paid	10,229	8,424
Decrease in debtors	277,786	83,624
(Decrease)/increase in creditors	(1,874)	1,796
	<hr/>	<hr/>
Net cash provided by operations	312,089	382,910
	<hr/> <hr/>	<hr/> <hr/>

19. Analysis of changes in net funds

	At 1/7/21	Cash flow	At 30/6/22
	£	£	£
Net cash			
Cash at bank and in hand	360,809	271,628	632,437
	<hr/>	<hr/>	<hr/>
	360,809	271,628	632,437
	<hr/>	<hr/>	<hr/>
Debt			
Debts falling due within 1 year	(22,884)	(984)	(23,868)
Debts falling due after 1 year	(230,677)	23,907	(206,770)
	<hr/>	<hr/>	<hr/>
	(253,561)	22,923	(230,638)
	<hr/>	<hr/>	<hr/>
Total	107,248	294,551	401,799
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

20. Company limited by guarantee

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee given by the Members of the charity is limited to £1 per Member.

BRITISH SCHOOL OF WATCHMAKING

England & Wales - Charity number 1186365

Accounts

REGISTERED COMPANY NUMBER: 05159742 (England and Wales)
REGISTERED CHARITY NUMBER: 1186365

Report of the Trustees and
Unaudited Financial Statements
for the Year Ended 30 June 2021
for
BRITISH SCHOOL OF WATCHMAKING
(A COMPANY LIMITED BY GUARANTEE)

Haines Watts Birmingham LLP
5-6 Greenfield Crescent
Edgbaston
Birmingham
B15 3BE

BRITISH SCHOOL OF WATCHMAKING

Contents of the Financial Statements
for the year ended 30 June 2021

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BRITISH SCHOOL OF WATCHMAKING

Reference and Administrative Details
for the year ended 30 June 2021

Trustees	Ms D Ambler (resigned 10/9/2020) G W Bryan B Jallu L G Kerr J Weston
Company secretary	B Jallu
Registered office	5-6 Greenfield Crescent Edgbaston Birmingham B15 3BE
Registered company number	05159742 (England and Wales)
Registered charity number	1186365
Independent examiner	Haines Watts Birmingham LLP 5-6 Greenfield Crescent Edgbaston Birmingham B15 3BE

BRITISH SCHOOL OF WATCHMAKING

Report of the Trustees for the year ended 30 June 2021

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30 June 2021. 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).

The British School of Watchmaking was incorporated on 22 June 2004 as a company limited by guarantee, as defined by the Companies Act. Following application during the year to the Charity Commission in England & Wales, charitable status was granted and the company was registered with the Charity Commission on 14 November 2019. The annual report and accounts are therefore prepared in accordance with the Charities Statement of Recommended Practice ('Charities SORP') for the first time for the year ended 30 June 2020, with the comparative information having been presented on a consistent basis.

Objectives and activities

Objectives and aims

The objectives of the charity are the advancement of education, knowledge and awareness in the skills and craft of watchmaking for the public benefit, in particular by:

- providing training courses in the skill of watchmaking; and
- fostering, promoting and expanding the public interest in the skill of watchmaking.

Public benefit

The trustees confirm that they have had due regard to the Charity Commission's guidance on public benefit when considering the activities undertaken by the charity.

Achievement and performance

Charitable activities

The school delivered charitable activity by training 5 graduates to diploma level in the skill of watchmaking. 3 are re-sitting the exam in June 2022. Coronavirus disruption has had an acute impact in all teaching facilities, BSoW was no exception. Despite remote learning caused by lockdowns and teaching by zoom classes the tutors and students have still performed very well. This provides a public service catering for the repair and restoration of beloved timepieces of the nation.

There were no 3000hrs (2 year course) graduates, All students passed their first year exam and will go on to the diploma exam at the end of 2022. The syllabus again includes an expanded micromechanics module making specialist parts for watches providing complete restoration.

The school trained x 8 - 1800hrs (1 year course) service watchmakers. 5 immediate graduates and hopefully 3 more to follow a re-sit exam in June 2022. In 2019 the BSoW was the first school in Europe to pilot this course. All post graduates are employed within this public service area.

We have to-date since opening trained 104 graduates within this hugely needed sector. 100% of which are practicing the skills the BSoW has taught them. 78 from the 3000 hrs course and 26 from the 1800hrs course.

The charity had accumulated a surplus, which had been intentional over several years. This has now been utilised towards the re-location of the school and purchase a freehold building double the size to suite our future requirements. Some funds remain to now equip the polishing room mentioned in the BSoW future plan.

BRITISH SCHOOL OF WATCHMAKING

Report of the Trustees for the year ended 30 June 2021

Financial review

Financial position

As shown in the Statement of Financial Activities on page 6, the charity's total income for the year to 30 June 2021 was £639,145 up from £427,924 in the year to 30 June 2020. This was principally due to an increase in donations which were up from £398,000 to £493,652. The income from charitable activities, being course fees receivable, was £67,880 versus £29,924 in the prior year.

The charity's total expenditure for the year also increased, but to a lesser extent, and was £370,288 compared to £347,644 in the prior year. Further details of the charity's expenditure are given in notes 5 and 6 to the financial statements. All expenditure was incurred on charitable activities; there was no fundraising, trading, or other expenditure during the year.

The bottom line for the year was therefore a net income of £268,857 as compared to £80,280 in the previous year.

The charity's total funds brought forward at the start of the year were £904,406, meaning funds carried forward at the end of the year totalled £1,173,263, all of which were unrestricted funds - i.e. not subject to any donor imposed restriction and therefore available to be applied for use within the charity's objects at the discretion of the trustees.

Investment policy and objectives

The charity's trustees have the power to invest funds surplus to operational requirements, subject to conditions set out in the charitable company's Articles of Association.

There were no investments held at 30 June 2021. All funds held as cash were held on current account with the charity's bankers and were held for charitable operations.

At such time that surplus funds should be generated and designated for investment by the Trustees, this will be done under written investment policy in accordance with the provisions of the charity's Articles.

Reserves policy

The charity's total funds as at 30 June 2021 were £1,173,267 all of which were unrestricted funds. Of this amount, however, £799,768 was represented by fixed assets used for charitable purposes (i.e. not liquid funds available to spend).

The trustees regularly review the appropriateness of the level of reserves held by the charity, keeping in mind the environment in which the charity currently operates, and working to ensure that the ongoing activities are safeguarded as much as possible from any unexpected fluctuations in income and expenditure.

Going concern

The trustees have considered a period of at least 12 months from the date of approval of these financial statements and consider that the charity will be able to continue to attract sufficient funding and manage its expenditure levels accordingly to ensure that it continues in operational existence for the foreseeable future.

Future plans

It is the intention of the school (funding permitting) to expand our current course offering to meet with public demand. Coronavirus has impeded these plans, but the goals remain the same, however, costs has increased.

These plans are detailed briefly below:

- 3rd classroom - estimated cost £80-100k
- New tutor employed to teach the additional course - estimated cost £50K - plus an admin assistant to help the GM and tutors. Cost estimated 15-20k.
- Full polishing course room. - This would be a first in the UK and would be an additional skill we would be teaching - estimated cost £150k. Again, plans are in place and when funding permits, this will be completed.

Structure, governance and management

Governing document

The British School of Watchmaking is a company limited by guarantee governed by its Memorandum and Articles of Association incorporated 22 June 2004 as amended by special resolution dated 13 August 2019, as registered at Companies House on 29 August 2019. Charitable status was applied for during the year and granted by the Charity Commission in England & Wales on 14 November 2019.

BRITISH SCHOOL OF WATCHMAKING

Report of the Trustees for the year ended 30 June 2021

Structure, governance and management

Organisational structure

The British School of Watchmaking was incorporated on 22 June 2004. It obtained registered charitable status during 2019 and therefore this is its first financial period as a charitable company.

The governing body of the charity is the board of trustees who also serve as directors of the charitable company for the purposes of the Companies Act 2006. Any director, by agreeing to become a director, agrees to become and Member of the charity and accordingly is admitted to membership of the charity on his or her appointment as director.

The Members and the trustees/directors meet at least three times a year in accordance with the Articles of Association. No business is transacted at meetings unless a quorum is present. In the case of general meetings of the Members, a quorum is at least three Members entitled to vote; and in the case of meetings of the trustees/directors, unless otherwise fixed by a decision of the directors, the quorum for decision making is three or not less than one third of the total number of trustees/directors. Members and trustees are entitled to one vote and decisions are made by a simple majority of votes. In the case of an equality of votes, the chairman has a second or casting vote.

The directors may delegate any of their powers to any committee consisting of one or more directors.

The directors may delegate day to day management and administration of the charity to one or more more managers.

The trustees who served the charity during the year and up to the date of the approval of these financial statements are named on page 1 of this report.

Recruitment and appointment of new trustees

As set out in the charitable company's Articles of Association, new trustees are appointed by the existing trustees and serve for three years, after which they may put themselves forward for re-appointment. The Articles of Association provide for a minimum of three trustees and a maximum of ten.

Induction and training of new trustees

A new trustee is briefed on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association and the Charity Commission's guidance on public benefit and trustee responsibilities. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

Key management remuneration

The trustees consider the board of trustees/directors to comprise the key management personnel of the charity. All trustees give their time freely and no trustee remuneration was paid in the year. Details of any trustee expenses and related party transactions are disclosed in note 8 and note 15 to the financial statements.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

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 board of trustees on 28 April 2022 and signed on its behalf by:

J Weston - Trustee

Independent Examiner's Report to the Trustees of
British School Of Watchmaking

Independent examiner's report to the trustees of British School Of Watchmaking ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 30 June 2021.

Responsibilities and basis of report

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

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of Institute of Chartered Accountants in England and Wales which is one of the listed bodies.

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

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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

Nichola Venables
Institute of Chartered Accountants in England and Wales
Haines Watts Birmingham LLP
5-6 Greenfield Crescent
Edgbaston
Birmingham
B15 3BE

28 April 2022

BRITISH SCHOOL OF WATCHMAKING

Statement of Financial Activities
for the year ended 30 June 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
Income and endowments from					
Donations and legacies	2	493,652	-	493,652	398,000
Charitable activities	3				
Education and training		67,880	-	67,880	29,924
Other income		77,613	-	77,613	-
Total		639,145	-	639,145	427,924
Expenditure on					
Charitable activities	4				
Education and training		370,288	-	370,288	347,644
NET INCOME		268,857	-	268,857	80,280
Reconciliation of funds					
Total funds brought forward		904,406	-	904,406	824,126
Total funds carried forward		1,173,263	-	1,173,263	904,406

The notes form part of these financial statements

BRITISH SCHOOL OF WATCHMAKING

Balance Sheet
30 June 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
Fixed assets					
Tangible assets	10	799,768	-	799,768	16,616
Current assets					
Debtors	11	277,786	-	277,786	361,410
Cash at bank and in hand		360,809	-	360,809	536,122
		638,595	-	638,595	897,532
Creditors					
Amounts falling due within one year	12	(34,423)	-	(34,423)	(9,742)
Net current assets		604,172	-	604,172	887,790
Total assets less current liabilities		1,403,940	-	1,403,940	904,406
Creditors					
Amounts falling due after more than one year	13	(230,677)	-	(230,677)	-
NET ASSETS		1,173,263	-	1,173,263	904,406
Funds	16				
Unrestricted funds				1,173,263	904,406
Total funds				1,173,263	904,406

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2021 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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

The financial statements were approved by the Board of Trustees and authorised for issue on 28 April 2022 and were signed on its behalf by:

J Weston - Trustee

BRITISH SCHOOL OF WATCHMAKING

Cash Flow Statement
for the year ended 30 June 2021

	Notes	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	18	382,910	(164,978)
Interest paid		(8,424)	-
		<hr/>	<hr/>
Net cash provided by/(used in) operating activities		374,486	(164,978)
		<hr/>	<hr/>
Cash flows from investing activities			
Purchase of tangible fixed assets		(803,361)	-
		<hr/>	<hr/>
Net cash (used in)/provided by investing activities		(803,361)	-
		<hr/>	<hr/>
Cash flows from financing activities			
New loans in year		270,000	-
Loan repayments in year		(16,438)	-
		<hr/>	<hr/>
Net cash provided by financing activities		253,562	-
		<hr/>	<hr/>
Change in cash and cash equivalents in the reporting period		(175,313)	(164,978)
Cash and cash equivalents at the beginning of the reporting period		536,122	701,100
		<hr/>	<hr/>
Cash and cash equivalents at the end of the reporting period		360,809	536,122
		<hr/> <hr/>	<hr/> <hr/>

The notes form part of these financial statements

Notes to the Financial Statements
for the year ended 30 June 2021

1. Accounting policies

Basis of preparing the financial statements

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Income from trading activities includes income earned from fundraising events and trading activities to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and is recognised when entitlement has occurred.

No amount is included in the financial statements for volunteer time in line with the SORP (FRS 102). Further detail is given in the Trustees' Annual Report.

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.

Allocation and apportionment of costs

Resources expended are allocated to the particular activity where the cost relates directly to that activity.

Tangible fixed assets

Tangible fixed assets are initially recorded at cost.

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Leasehold improvements	- 10% straight line basis
Fixtures & Fittings	- 25% reducing balance
Plant & Machinery	- 25% reducing balance
Computer equipment	- 25% straight line basis
Freehold property	- 2% straight line basis

Taxation

The charity is exempt from corporation 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.

BRITISH SCHOOL OF WATCHMAKING

Notes to the Financial Statements - continued
for the year ended 30 June 2021

1. Accounting policies - continued

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Leasing commitments

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against income on a straight line basis over the period of the lease.

2. Donations and legacies

	2021	2020
	£	£
Donations	<u>493,652</u>	<u>398,000</u>

3. Income from charitable activities

	2021	2020
	£	£
Student fees		
Activity	£	£
Education and training	<u>67,880</u>	<u>29,924</u>

4. Charitable activities costs

	Direct Costs	Support costs (see note 5)	Totals
	£	£	£
Education and training	<u>275,057</u>	<u>95,231</u>	<u>370,288</u>

5. Support costs

	Management	Finance	Property costs
	£	£	£
Education and training	<u>7,299</u>	<u>340</u>	<u>39,107</u>
		Governance costs	
	£	£	£
Education and training	<u>39,282</u>	<u>9,203</u>	<u>95,231</u>

6. Net income/(expenditure)

Net income/(expenditure) is stated after charging/(crediting):

	2021	2020
	£	£
Depreciation - owned assets	<u>20,209</u>	<u>6,064</u>

BRITISH SCHOOL OF WATCHMAKING

Notes to the Financial Statements - continued
for the year ended 30 June 2021

7. Trustees' remuneration and benefits

There was no trustees' remuneration or benefits paid for the year ended 30 June 2021, nor for the year ended 30 June 2020, other than any disclosed in note 17 - related party transactions.

Trustees' expenses

Expenses totalling £540 (2020: £545) were reimbursed to 1 trustee (2020: 1) in connection with out of pocket expenses incurred.

8. Staff costs

	2021	2020
	£	£
Wages and salaries	176,625	164,661
Social security costs	14,868	19,547
Other pension costs	3,822	3,745
	<u>195,315</u>	<u>187,953</u>

The average monthly number of employees during the year was as follows:

	2021	2020
Management	1	1
Teaching	2	2
	<u>3</u>	<u>3</u>

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

	2021	2020
£60,001 - £70,000	<u>2</u>	<u>1</u>

The total amount of employee benefits received by key management personnel was £Nil (2020:£Nil). The key management personnel of the Charity comprise the Trustees

9. Comparatives for the statement of financial activities

	Unrestricted funds £	Restricted funds £	Total funds £
Income and endowments from			
Donations and legacies	398,000	-	398,000
Charitable activities			
Education and training	29,924	-	29,924
Total	<u>427,924</u>	<u>-</u>	<u>427,924</u>
Expenditure on			
Charitable activities			
Education and training	347,644	-	347,644
NET INCOME	<u>80,280</u>	<u>-</u>	<u>80,280</u>
Reconciliation of funds			
Total funds brought forward	824,126	-	824,126

BRITISH SCHOOL OF WATCHMAKING

Notes to the Financial Statements - continued
for the year ended 30 June 2021

9. Comparatives for the statement of financial activities - continued

	Unrestricted funds £	Restricted funds £	Total funds £
Total funds carried forward	904,406	-	904,406

10. Tangible fixed assets

	Freehold property £	Leasehold improvements £	Plant and machinery £
Cost			
At 1 July 2020	-	42,908	262,512
Additions	803,361	-	-
At 30 June 2021	803,361	42,908	262,512
Depreciation			
At 1 July 2020	-	42,908	248,192
Charge for year	16,067	-	3,580
At 30 June 2021	16,067	42,908	251,772
Net book value			
At 30 June 2021	787,294	-	10,740
At 30 June 2020	-	-	14,320
	Fixtures and fittings £	Computer equipment £	Totals £
Cost			
At 1 July 2020	17,459	4,949	327,828
Additions	-	-	803,361
At 30 June 2021	17,459	4,949	1,131,189
Depreciation			
At 1 July 2020	15,361	4,751	311,212
Charge for year	525	37	20,209
At 30 June 2021	15,886	4,788	331,421
Net book value			
At 30 June 2021	1,573	161	799,768
At 30 June 2020	2,098	198	16,616

BRITISH SCHOOL OF WATCHMAKING

Notes to the Financial Statements - continued
for the year ended 30 June 2021

11.	Debtors: amounts falling due within one year	2021	2020
		£	£
	Amounts receivable	<u>277,786</u>	<u>361,410</u>
12.	Creditors: amounts falling due within one year	2021	2020
		£	£
	Bank loans and overdrafts (see note 14)	22,884	-
	Social security and other taxes	4,370	4,249
	Other creditors	7,169	5,493
		<u>34,423</u>	<u>9,742</u>
13.	Creditors: amounts falling due after more than one year	2021	2020
		£	£
	Bank loans (see note 14)	<u>230,677</u>	<u>-</u>
14.	Loans		
	An analysis of the maturity of loans is given below:		
		2021	2020
		£	£
	Amounts falling due within one year on demand:		
	Bank loans	<u>22,884</u>	<u>-</u>
	Amounts falling between one and two years:		
	Bank loans - 1-2 years	<u>23,870</u>	<u>-</u>
	Amounts falling due between two and five years:		
	Bank loans - 2-5 years	<u>75,655</u>	<u>-</u>
	Amounts falling due in more than five years:		
	Repayable by instalments:		
	Bank loans more 5 yr by instal	131,152	-
15.	Secured debts		
	The following secured debts are included within creditors:		
		2021	2020
		£	£
	Bank loans	<u>253,561</u>	<u>-</u>

The bank loan is secured by a legal charge over the freehold property.

BRITISH SCHOOL OF WATCHMAKING

Notes to the Financial Statements - continued
for the year ended 30 June 2021

16. **Movement in funds**

	At 1/7/20 £	Net movement in funds £	At 30/6/21 £
Unrestricted funds			
General fund	604,406	268,857	873,263
Designated reserve	300,000	-	300,000
	<u>904,406</u>	<u>268,857</u>	<u>1,173,263</u>
TOTAL FUNDS	<u><u>904,406</u></u>	<u><u>268,857</u></u>	<u><u>1,173,263</u></u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	639,145	(370,288)	268,857
	<u>639,145</u>	<u>(370,288)</u>	<u>268,857</u>
TOTAL FUNDS	<u><u>639,145</u></u>	<u><u>(370,288)</u></u>	<u><u>268,857</u></u>

Comparatives for movement in funds

	At 1/7/19 £	Net movement in funds £	Transfers between funds £	At 30/6/20 £
Unrestricted funds				
General fund	824,126	80,280	(300,000)	604,406
Designated reserve	-	-	300,000	300,000
	<u>824,126</u>	<u>80,280</u>	<u>-</u>	<u>904,406</u>
TOTAL FUNDS	<u><u>824,126</u></u>	<u><u>80,280</u></u>	<u><u>-</u></u>	<u><u>904,406</u></u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	427,924	(347,644)	80,280
	<u>427,924</u>	<u>(347,644)</u>	<u>80,280</u>
TOTAL FUNDS	<u><u>427,924</u></u>	<u><u>(347,644)</u></u>	<u><u>80,280</u></u>

BRITISH SCHOOL OF WATCHMAKING

Notes to the Financial Statements - continued
for the year ended 30 June 2021

17. Related party disclosures

There were no related party transactions for the year ended 30 June 2021.

18. Reconciliation of net income to net cash flow from operating activities

	2021	2020
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	268,857	80,280
Adjustments for:		
Depreciation charges	20,209	6,064
Interest paid	8,424	-
Decrease/(increase) in debtors	83,624	(250,845)
Increase/(decrease) in creditors	1,796	(477)
	<hr/>	<hr/>
Net cash provided by/(used in) operations	382,910	(164,978)
	<hr/> <hr/>	<hr/> <hr/>

19.. Analysis of changes in net funds

	At 1/7/20	Cash flow	At 30/6/21
	£	£	£
Net cash			
Cash at bank and in hand	536,122	(175,313)	360,809
	<hr/>	<hr/>	<hr/>
	536,122	(175,313)	360,809
	<hr/>	<hr/>	<hr/>
Debt			
Debts falling due within 1 year	-	(22,884)	(22,884)
Debts falling due after 1 year	-	(230,677)	(230,677)
	<hr/>	<hr/>	<hr/>
	-	(253,561)	(253,561)
	<hr/>	<hr/>	<hr/>
Total	536,122	(428,874)	107,248
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

20. Company limited by guarantee

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee given by the Members of the charity is limited to £1 per Member.