Charity registration number 1192517

Company registration number 12674667 (England and Wales)

FOUNDATION FOR THE HISTORY OF TOTALITARIANISM LTD

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

FOUNDATION FOR THE HISTORY OF TOTALITARIANISM LTD

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Professor H W DeBurgh Professor A A Szczerbiak Mgr P Rendek R C Moorhouse Dr N V Murray Mr. J G Bartholomew
Charity number	1192517
Company number	12674667
Registered office	30 Finsbury Circus London United Kingdom EC2M 7DT
Independent examiner	Ian Lansdown BSc ACA Azets Prospect House 5 May Lane Dursley Gloucestershire United Kingdom GL11 4JH

FOUNDATION FOR THE HISTORY OF TOTALITARIANISM LTD

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FOUNDATION FOR THE HISTORY OF TOTALITARIANISM LTD

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2022

The Trustees present their annual report and financial statements for the year ended 30 June 2022.

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

Objectives and activities

The Charity's objects are to provide information and education about the history of totalitarianism, particularly in the 20th century. It aims to encourage study and research in a variety of ways including the creation of an annual history essay prize on a different subject each year.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake.

Achievements and performance

The Foundation’s history essay competition for sixth formers has continued and attracted an increased number of students. A total of 114 essays were submitted in 2021-2022 compared to 107 in 2020-21. We have bought an increasing number and variety of historic artefacts.

Financial review

The charity’s financial position remains strong. Funding has been secured that covers the cost of our operations for at least two years as at March 2023. This provides us with a secure background and the opportunity to expand our operations.

We have been able to broaden the range of our donors. We continue to work on fund-raising on a regular basis.

The Trustees have assessed the major risks to which the Charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The Charity is a company limited by guarantee.

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:

Professor H W DeBurgh
Professor A A Szczerbiak
Mgr P Rendek
R C Moorhouse
Dr N V Murray
Mr. J G Bartholomew

Trustees are recruited by developing a wide circle of acquaintances who have knowledge and interest in aspects of the the history of totalitarianism. A diverse cross-section of this group is then invited to become trustees.

None of the Trustees has any beneficial interest in the company. All of the Trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The Trustees' report was approved by the Board of Trustees.

Mr. J G Bartholomew
Trustee
Dated: 23 March 2023

FOUNDATION FOR THE HISTORY OF TOTALITARIANISM LTD

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF FOUNDATION FOR THE HISTORY OF TOTALITARIANISM LTD

I report to the Trustees on my examination of the financial statements of Foundation for the History of Totalitarianism Ltd (the Charity) for the year ended 30 June 2022.

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 (the 2006 Act).

Having satisfied myself that the financial statements of the Charity 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 Charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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 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 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 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.

Ian Lansdown BSc ACA
Azets
Prospect House
5 May Lane
Dursley
Gloucestershire
GL11 4JH
United Kingdom

Dated: 23 March 2023

FOUNDATION FOR THE HISTORY OF TOTALITARIANISM LTD

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Income from:							
Donations and legacies	**3**	111,371	61,100	172,471	117,425	17,000	134,425
Other trading activities	**4**	2,790	-	2,790	-	-	-
Investments	**5**	75	-	75	31	-	31
Total income		114,236	61,100	175,336	117,456	17,000	134,456
Expenditure on:							
Raising funds	**6**	2,790	-	2,790	-	-	-
Charitable activities	**7**	62,540	-	62,540	14,872	5,000	19,872
Total expenditure		65,330	-	65,330	14,872	5,000	19,872
Net income for the year/ Net movement in funds		48,906	61,100	110,006	102,584	12,000	114,584
Fund balances at 1 July 2021		102,584	12,000	114,584	-	-	-
Fund balances at 30 June 2022		151,490	73,100	224,590	102,584	12,000	114,584

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

FOUNDATION FOR THE HISTORY OF TOTALITARIANISM LTD

BALANCE SHEET

AS AT 30 JUNE 2022

	Notes	2022 £	2022 £	2021 £	2021 £
Fixed assets					
Heritage assets	**11**		109,264		25,974
Current assets					
Debtors	**12**	3,027		3,128	
Cash at bank and in hand		118,185		88,154	
		121,212		91,282	
Creditors: amounts falling due within one year	**13**	(5,886)		(2,672)	
Net current assets			115,326		88,610
Total assets less current liabilities			224,590		114,584
Income funds					
Restricted funds	**14**		73,100		12,000
Unrestricted funds			151,490		102,584
			224,590		114,584

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 2022.

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 and in accordance with FRS102 SORP.

The financial statements were approved by the Trustees on 23 March 2023

Mr. J G Bartholomew
Trustee

Company registration number 12674667

1 Accounting policies

Charity information

Foundation for the History of Totalitarianism Ltd is a private company limited by guarantee incorporated in England and Wales. The registered office is 30 Finsbury Circus, London, EC2M 7DT, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The Charity is a Public Benefit Entity as defined by FRS 102.

The Charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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

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

1.2 Going concern

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

1.3 Charitable funds

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

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

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.

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.

All expenditure is recognised in the period in which a liability is incurred and has been classified under headings that aggregate all costs relating to that category.

1.6 Heritage assets

The Foundation's collection of artefacts are recorded at cost. The artefacts are deemed to have an indeterminate life and therefore no depreciation has been charged. However, at each balance sheet date, the Trustees carry out a review of the value of the artefacts held.

1.7 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.

1.8 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.

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.

1 Accounting policies **(Continued)**

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.

1.9 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.

2 Critical accounting estimates and judgements

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

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds	**Restricted funds**	**Total**	Unrestricted funds	Restricted funds	Total
	2022	**2022**	**2022**	2021	2021	2021
	£	**£**	**£**	£	£	£
Donations and gifts	111,371	61,100	172,471	117,425	17,000	134,425
Donations and gifts						
The Nigel Vinson Charitable Trust	75,000	-	75,000	90,000	5,000	95,000
The Street Foundation	-	15,000	15,000	-	10,000	10,000
The de Laszlo Founation	-	5,000	5,000	-	2,000	2,000
Moynitrust	-	-	-	20,000	-	20,000
Viscount M W Ridley	10,000	-	10,000	7,000	-	7,000
Eamonn Butler	-	10,000	10,000	-	-	-
Jeremy Hosking	-	15,000	15,000	-	-	-
Patrick Barbour	-	10,000	10,000	-	-	-
Professor T Congdon	-	3,000	3,000	-	-	-
Barbara Yerolemou	20,000	-	20,000	-	-	-
Tom Harris	5,000	-	5,000	-	-	-
Jaden Lam Phan	-	2,000	2,000	-	-	-
Other	1,371	1,100	2,471	425	-	425
	111,371	61,100	172,471	117,425	17,000	134,425

4 Other trading activities

	Unrestricted funds	Total
	2022	2021
	£	£
Services rendered	2,790	-

5 Investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Interest receivable	75	31

6 Raising funds

	Unrestricted funds	Total
	2022	2021
	£	£
Trading costs		
Staff costs	2,790	-
	2,790	-

7 Charitable activities

	2022	**2021**
	£	**£**
Staff costs	47,702	7,991
Essay prize money	5,200	-
Charity events	2,554	-
Travel and subsistence	854	-
	56,310	7,991
Share of support costs (see note 8)	6,230	11,881
	62,540	19,872
Analysis by fund		
Unrestricted funds	62,540	14,872
Restricted funds	-	5,000

8 Support costs

	Support costs	Governance costs	2022	Support costs	Governance costs	2021
	£	£	£	£	£	£
Computer running costs	480	-	480	269	-	269
Professional subscriptions	-	-	-	82	-	82
Advertising	211	-	211	983	-	983
Accountancy	2,340	-	2,340	1,800	-	1,800
Bookkeeping	151	-	151	120	-	120
Bank charges	96	-	96	298	-	298
Insurance	294	-	294	284	-	284
Printing and stationery	1,271	-	1,271	835	-	835
Rates	1,129	-	1,129	-	-	-
Sundry expenses	258	-	258	110	-	110
Legal and professional fees				7,100	-	7,100
	6,230	-	6,230	11,881	-	11,881
Analysed between						
Charitable activities	6,230	-	6,230	11,881	-	11,881

9 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year.

10 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
	2	2

Employment costs	2022 £	2021 £
Wages and salaries	49,022	7,991
Other pension costs	1,470	-
	50,492	7,991

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

11 Heritage assets

	£
At 1 July 2021	25,974
Purchases	83,290
At 30 June 2022	109,264

12 Debtors

	2022	2021
Amounts falling due within one year:	£	£
Other debtors	3,027	3,128

13 Creditors: amounts falling due within one year

	2022	2021
	£	£
Other taxation and social security	1,148	739
Accruals and deferred income	4,738	1,933
	5,886	2,672

14 Restricted funds

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

	Movement in funds			Movement in funds	
	Incoming resources	Resources expended	Balance at 1 July 2021	Incoming resources	Balance at 30 June 2022
	£	£	£	£	£
KGB equipment fund	12,000	-	12,000	-	12,000
Donation towards legal fees	5,000	(5,000)	-	-	-
Tank fund	-	-	-	61,100	61,100
	17,000	(5,000)	12,000	61,100	73,100

The KGB equipment fund represents income received from donors specifically to purchase KGB equipment.

The donation in respect of legal fees was received to cover the costs of registering the Charity.

The tank fund represents income received from donors specifically to purchase a T-55 tank.

15 Analysis of net assets between funds

	Unrestricted funds 2022	**Restricted funds 2022**	**Total 2022**	Unrestricted funds 2021	Restricted funds 2021	Total 2021
	£	**£**	**£**	£	£	£
Fund balances at 30 June 2022 are represented by:						
Heritage assets	36,164	73,100	109,264	13,974	12,000	25,974
Current assets/(liabilities)	115,326	-	115,326	88,610	-	88,610
	151,490	73,100	224,590	102,584	12,000	114,584

16 Related party transactions

Transactions with related parties

During the year the Charity entered into the following transactions with related parties:

Employees of the Charity provided services to the Museum of Communist Terror (a company which shares a Director/Trustee with the Charity). An invoice has been raised to the Museum of Communist Terror for services rendered for £2,790 (2021 - nil).

The following amounts were outstanding at the reporting end date:

	Amounts owed by related parties 2022		**Amounts owed by related parties 2021**	
	Balance	**Net**	**Balance**	**Net**
	£	**£**	**£**	**£**
Museum of Communist Terror	2,790	2,790	-	-
	2,790	2,790	-	-