

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION
ANNUAL REPORT AND INDEPENDENTLY EXAMINED FINANCIAL
STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Dr J Nye
Ms L Collings
Mr C Fleming
Dr J Naylor
Dr D Rooney

Charity number

1192875

Principal address

The Clockworks
6 Nettlefold Place
London
SE27 0JW

Independent examiner

Simon Hayden ACA FCCA
Perrys Audit Limited
4th Floor
399-401 Strand
London
United Kingdom
WC2R 0LT

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

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THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2023

The trustees present their annual report and financial statements for the year ended 31 December 2023.

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 constitution, the Charities Act 2011 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 advance public education in all aspects of practical and theoretical electrical timekeeping and horology in general by:

- The establishment and maintenance of a collection of timepieces available for public display and teaching purposes
- Promoting and studying the history, preservation and conservation of relevant objects and to encourage the publication of books and papers and research and training purposes
- Maintaining a repair and conservation capability aimed at preserving the originality and integrity of the in-house collection and other clocks

There has been no change in these objects during the period.

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 charity had net income for the year of £873,773. Included within this figure are increases in the market value of investments totalling £82,618.

The investments held by the charity realised dividends of £15,646 and interest of £3,365 during the year. Investments sold during the year were sold for a net loss of £35,378 and investments held at the year end had increased in value by £117,996.

Financial review

During the year, reserves were held to cover between at least three and six months' expenditure at any one time. The trustees consider that reserves at this level ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

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

Governing document

The charity is a Charitable Incorporated Organisation (CIO) and is operated in accordance with its constitution.

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

Trustees

The trustees who served during the year and up to the date of signature of the financial statements were:

Dr J Nye
Ms L Collings
Mr C Fleming
Dr J Naylor
Dr D Rooney

Recruitment and appointment of trustees

Apart from the first charity trustees, every trustee must be appointed for a term of three years by a resolution passed at a properly convened meeting of the charity trustees. In selecting individuals for appointment as charity trustees, the charity trustees must have regard to the skills, knowledge and experience needed for the effective administration of the CIO.

None of the trustees has any beneficial interest in the charity. All of the trustees are members of the charity and guarantee to contribute £nil in the event of a winding up.

Organisation structure

The members of the CIO are its trustees. The only persons eligible to be members of the CIO are its charity trustees. Membership cannot be transferred to anyone else. The trustees of the charity, and therefore its members, must be natural persons.

Induction and training of trustees

The charity trustees will make available to each new charity trustee, on or before his or her first appointment, a copy of the current version of the charity constitution and a copy of the latest trustees' annual report and financial statements.

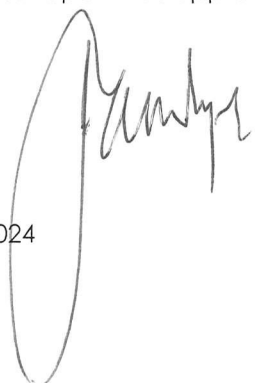
Remuneration policy

The trustees, or any connected person of the trustees, may not receive any remuneration from the charity.

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

Dr J Nye
Trustee

23 April 2024



THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

I report to the trustees on my examination of the financial statements of The Clockworks Charitable Incorporated Organisation (the charity) for the year ended 31 December 2023.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements carried out under section 145 of 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

Since the charity'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.

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

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



Simon Hayden ACA FCCA
Perrys Audit Limited
4th Floor
399-401 Strand
London
WC2R 0LT
United Kingdom

Dated: 15/05/24

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2023

	Notes	Unrestricted funds 2023 £	Unrestricted funds 2022 £
<u>Income from:</u>			
Donations and legacies	2	799,743	1,000
Investments	3	19,011	14,537
Total income		<u>818,754</u>	<u>15,537</u>
<u>Expenditure on:</u>			
Charitable activities	4	19,705	13,156
Other	8	7,894	8,280
Total expenditure		<u>27,599</u>	<u>21,436</u>
Net gains/(losses) on investments	9	82,618	(86,026)
Net movement in funds		<u>873,773</u>	<u>(91,925)</u>
Fund balances at 1 January 2023		<u>1,021,215</u>	<u>1,113,140</u>
Fund balances at 31 December 2023		<u><u>1,894,988</u></u>	<u><u>1,021,215</u></u>

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

All income and expenditure derive from continuing activities.

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

BALANCE SHEET

AS AT 31 DECEMBER 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	11	2,997		-	
Heritage assets	12	796,500		-	
		<u>799,497</u>		<u>-</u>	
Current assets					
Debtors	13	2,475		-	
Investments	14	1,062,874		916,962	
Cash at bank and in hand		33,294		106,744	
		<u>1,098,643</u>		<u>1,023,706</u>	
Creditors: amounts falling due within one year	15	<u>(3,152)</u>		<u>(2,491)</u>	
Net current assets		1,095,491		1,021,215	
Total assets less current liabilities		<u>1,894,988</u>		<u>1,021,215</u>	
Income funds					
Unrestricted funds		1,894,988		1,021,215	
		<u>1,894,988</u>		<u>1,021,215</u>	

The financial statements were approved by the Trustees on 23 April 2024

Dr J Nye
Trustee



THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

Charity information

The Clockworks Charitable Incorporated Organisation is a Charitable Incorporated Organisation (CIO).

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's constitution, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") 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)" (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 not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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 £1.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of heritage assets and certain financial instruments at fair value. 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.

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

(Continued)

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.

1.5 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:

Leasehold land and buildings	straight line over period of lease
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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 Heritage assets

Heritage assets are initially measured at cost. Assets whose fair value can be measured reliably are held under the revaluation model and are carried at a revalued amount, being their fair value at the date of valuation less any subsequent accumulated impairment losses.

Revaluation gains and losses are recognised in other recognised gains and losses and accumulated in equity, except to the extent that a revaluation gain reverses a revaluation loss previously recognised in net income/(expenditure) or a revaluation loss exceeds the accumulated revaluation gains recognised in equity; such gains and loss are recognised in net income/(expenditure) for the year.

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

(Continued)

1.8 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).

2 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Donations and gifts	799,743	1,000

3 Investments

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Income from listed investments	15,646	13,029
Interest receivable	3,365	1,508
	19,011	14,537

4 Charitable activities

	Public education	Public education
	2023	2022
	£	£
Share of support costs (see note 5)	17,095	10,666
Share of governance costs (see note 5)	2,610	2,490
	19,705	13,156

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

5 Support costs

	Support costs	Governance costs	2023	Support costs	Governance costs	2022
	£	£	£	£	£	£
Depreciation	3	-	3	-	-	-
Bank charges	155	-	155	110	-	110
Rates	3,181	-	3,181	1,874	-	1,874
Light and heat	7,526	-	7,526	4,788	-	4,788
Insurance and security	2,821	-	2,821	1,038	-	1,038
Secretarial fees	3,145	-	3,145	2,791	-	2,791
Subscriptions	65	-	65	65	-	65
Rent	199	-	199	-	-	-
Accountancy	-	2,610	2,610	-	2,490	2,490
	<u>17,095</u>	<u>2,610</u>	<u>19,705</u>	<u>10,666</u>	<u>2,490</u>	<u>13,156</u>
Analysed between						
Charitable activities	<u>17,095</u>	<u>2,610</u>	<u>19,705</u>	<u>10,666</u>	<u>2,490</u>	<u>13,156</u>

Governance costs includes payments to the independent examiners of £2,610 for accountancy fees.

6 Trustees

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

7 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
Total	-	-

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

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

8 Other

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Investment fund management fees	7,894	8,280

9 Net gains/(losses) on investments

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Revaluation of investments	117,996	(71,947)
Gain/(loss) on sale of investments	(35,378)	(14,079)
	82,618	(86,026)

10 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

11 Tangible fixed assets

	Leasehold land and buildings
	£
Cost	
Additions	3,000
At 31 December 2023	3,000
Depreciation and impairment	
Depreciation charged in the year	3
At 31 December 2023	3
Carrying amount	
At 31 December 2023	2,997

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

11 Tangible fixed assets (Continued)

The carrying value of land included in land and buildings comprises:

	2023 £	2022 £
Long leasehold	2,997	-

12 Heritage assets

	Timepieces £
At 1 January 2023	-
Donated assets	796,500
At 31 December 2023	796,500

Heritage assets are timepieces held by the charity which are available for public display and/or teaching purposes. The collection consists of over 90 English and European electrical timepieces, mainly dating between 1840 and 1940.

Given the specific scope of the museum, the collection is viewed by the trustees as representative and comprehensive, and as a result there is no large-scale collections development policy in place. Additions to the collection are very rare, and no disposals are foreseen. The collection is on display across two principal galleries, and is available for view by the general public, by appointment.

No meaningful reserve collection is maintained off display.

An inventory of the collection is maintained, and future plans for interpretation of the collection may involve the creation of a catalogue, though the form this might take has not yet been agreed.

The collection of timepieces was valued on 6 April 2023 by Charles Frodsham & Co Ltd, an external and independent valuer. The collection was assessed for its market value which the trustees regards as its fair value for accounting purposes.

The trustees are satisfied that this valuation remains appropriate at 31 December 2023.

Prior to the year to 31 December 2023, the charity did not hold any heritage assets.

13 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Prepayments and accrued income	2,475	-

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

14 Current asset investments

	2023 £	2022 £
Listed investments	1,062,874	916,962

15 Creditors: amounts falling due within one year

	2023 £	2022 £
Accruals and deferred income	3,152	2,491

16 Related party transactions

There were no disclosable related party transactions during the year.