

Company registration number: 13363253

Charity registration number: 1196863

The Skipasund Foundation

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 30 April 2023

The Skipasund Foundation

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The Skipasund Foundation

Reference and Administrative Details

Trustees	Mr H Agustsson
	Mr A K Morris
	Mr A B Shepherd
Secretary	Mr M Levitt
Charity Registration Number	1196863
Company Registration Number	13363253
Registered Office	The charity is incorporated in England and Wales.
	Globus Group, Unit 2 Trafford Point
	Twinning Road
	Trafford Park
	Manchester
Independent Examiner	M17 1SH
	Beever and Struthers
	One Express
	1 George Leigh Street
	Manchester
Bankers	M4 5DL
	C Hoare & Co
	Fleet Street
	37 Fleet Street
	London
	EC4P 4DQ

The Skipasund Foundation

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 30 April 2023.

Objectives and activities

Objects and aims

The objects of the charity are to support UK national charities with a particular focus on helping the next generation, addressing disadvantage and improving public safety.

Fundraising disclosures

The Foundation has not undertaken any fundraising activity in the period.

Public benefit

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

Achievements and performance

During the year, donations were received to the value of £200,000 which the trustees consider to be a favourable result. The Foundation made a significant contribution in the year to the RLNI which aligns with the Foundations objectives to improve public safety. The £285,000 donation was used to build a new B-class inshore lifeboat at the RNLI's Macduff Station in Scotland. The lifeboat is name Skipasund in recognition of the contribution made by the foundation. The trustees consider this to be a resounding achievement for the Foundation and are proud that this new lifeboat will help make the Scottish coastline a safer place.

Financial review

Policy on reserves

The foundation's policy on reserves is to hold sufficient reserves to cover the charity's expenditure for several years.

At 30 April 2023 The Foundation held £862,375 (2022: £997,860) of unrestricted reserves. The trustees consider that the reserves held at the year end are above the target level and some will be spent post year end.

Principal funding sources

The funding for the first financial period has come from one benefactor with no other fundraising undertaken to date.

Plans for future periods

Aims and key objectives for future periods

The future plans for the foundation are to continue to work towards its objectives of improving public safety and addressing disadvantage, particularly in young adults. The trustees aim where possible to award grants for specific projects, however when circumstances do not allow, the Foundation will also support charities with general running costs. The Trustees policy for the future is to continue to award grants that make a significant tangible impact rather than smaller grants to a large number of bodies. However there is no fixed amount or apportionment of grants and each project is assessed on its own merits.

The Skipasund Foundation

Trustees' Report

Going concern

The Foundation has a significant cash balance at the year end.

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Structure, governance and management

Nature of governing document

The Skipasund Foundation is a private charitable company limited by guarantee, incorporated on 28 April 2021 and registered as a charity on 1 December 2021. The company was established under a Memorandum of Association which established the powers of the charitable company and is governed under its Articles of Association as amended by special resolution on 29 November 2021.

Recruitment and appointment of trustees

Trustees are appointed in accordance with the Charity's Memorandum and Articles of Association. The Trustees as charity trustees have control of the Charity.

Major risks and management of those risks

Financial risks

The trustees have considered the financial risks which the Foundation faces and confirm that they have established systems to mitigate the significant risk. The principal financial risks face by the Foundation are not receiving donations and legacies to fund the charitable activities.

Statement of trustees' responsibilities

The trustees (who are also the directors of The Skipasund Foundation 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), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". The report and accounts have been prepared in accordance with the provisions in the Companies Act 2006 relating to small companies.

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 the incoming resources and application of resources, including its income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Skipasund Foundation

Trustees' Report

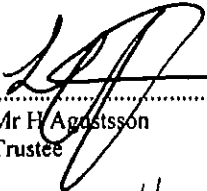
The trustees are responsible for keeping proper accounting records that can disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

Small companies provision statement

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

The annual report was approved by the trustees of the charity on 25 January 2024 and signed on its behalf by:



.....
Mr H Agostsson
Trustee



.....
Mr M Levitt
Company secretary

The Skipasund Foundation

Independent Examiner's Report to the trustees of The Skipasund Foundation ('the Company')

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

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 Skipasund Foundation 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.


Helen Binns FCA

One Express
1 George Leigh Street
Manchester
M4 5DL

Date: 25/01/2024

The Skipasund Foundation

Statement of Financial Activities for the Year Ended 30 April 2023 (Including Income and Expenditure Account)

	Note	Total 30 April 2023 £	Total 28 April 2021 to 30 April 2022 £
Income and Endowments from:			
Donations and legacies	3	200,000	1,005,000
Investment income	4	<u>3,657</u>	<u>-</u>
Total income		<u>203,657</u>	<u>1,005,000</u>
Expenditure on:			
Charitable activities	5	<u>(338,842)</u>	<u>(7,440)</u>
Total expenditure		<u>(338,842)</u>	<u>(7,440)</u>
Net (expenditure)/income		<u>(135,185)</u>	<u>997,560</u>
Net movement in funds		(135,185)	997,560
Reconciliation of funds			
Total funds brought forward		<u>997,560</u>	<u>-</u>
Total funds carried forward	13	<u>862,375</u>	<u>997,560</u>

All the charity's income and expenditure was unrestricted in the current and prior year.

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

The notes on pages 8 to 14 form an integral part of these financial statements.

The Skipasund Foundation

(Registration number: 13363253)

Balance Sheet as at 30 April 2023

	Note	2023 £	2022 £
Current assets			
Cash at bank and in hand	11	865,795	1,004,760
Creditors: Amounts falling due within one year	12	<u>(3,420)</u>	<u>(7,200)</u>
Net assets		<u>862,375</u>	<u>997,560</u>
Funds of the charity:			
Unrestricted income funds			
Unrestricted funds		<u>862,375</u>	<u>997,560</u>
Total funds	13	<u>862,375</u>	<u>997,560</u>

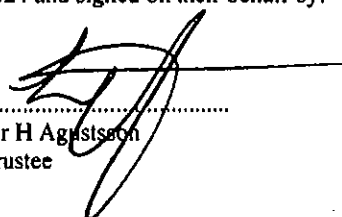
For the financial year ending 30 April 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The financial statements on pages 6 to 14 were approved by the trustees, and authorised for issue on 25 January 2024 and signed on their behalf by:


.....
Mr H Agustsson
Trustee

The notes on pages 8 to 14 form an integral part of these financial statements.

The Skipasund Foundation

Notes to the Financial Statements for the Year Ended 30 April 2023

1 Charity status

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Globus Group, Unit 2 Trafford Point
Twinning Road
Trafford Park
Manchester
M17 1SH

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

Basis of preparation

The Skipasund Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The Foundation has a significant cash balance at the year end.

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Judgements and estimates

The preparation of the financial statements requires management to make certain judgements, estimates and assumptions that affect the amounts reported for assets, liabilities, income and expenditure. Management do not consider that there are any key judgements or estimates.

Income and endowments

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

The Skipasund Foundation

Notes to the Financial Statements for the Year Ended 30 April 2023

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Investment income

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

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

Grant provisions

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Governance costs

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

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

The Skipasund Foundation

Notes to the Financial Statements for the Year Ended 30 April 2023

Fund structure

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

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

3 Income from donations and legacies

	Unrestricted funds General £	Total 2023 £	Total 2022 £
Donations and legacies;			
Donations from companies, trusts and similar proceeds	<u>200,000</u>	<u>200,000</u>	<u>1,005,000</u>
	<u>200,000</u>	<u>200,000</u>	<u>1,005,000</u>

The Skipasund Foundation

Notes to the Financial Statements for the Year Ended 30 April 2023

4 Investment income

	Unrestricted		
	General £	Total 30 April 2023 £	Total 28 April 2021 to 30 April 2022 £
Interest receivable and similar income;			
Interest receivable on bank deposits	3,657	3,657	-

5 Expenditure on charitable activities

		Unrestricted funds General £	Total 2023 £	Total 2022 £
Grant funding of activities	Note	335,000	335,000	-
Allocated support costs	6	422	422	240
Governance costs	6	3,420	3,420	7,200
		<u>338,842</u>	<u>338,842</u>	<u>7,440</u>

The Skipasund Foundation

Notes to the Financial Statements for the Year Ended 30 April 2023

6 Analysis of governance and support costs

Charitable activities expenditure

	Unrestricted funds General £	Total 2023 £	Total 2022 £
Bank charges	453	453	240

Governance costs

	Unrestricted funds General £	Total 2023 £	Total 2022 £
Audit fees			
Audit of the financial statements	-	-	6,000
Other fees paid to auditors	-	-	1,200
Independent examiner fees			
Examination of the financial statements	1,800	1,800	-
Other fees paid to examiners	1,620	1,620	-
	<u>3,420</u>	<u>3,420</u>	<u>7,200</u>

7 Trustees remuneration and expenses

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

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

The Skipasund Foundation

Notes to the Financial Statements for the Year Ended 30 April 2023

8 Independent examiner's remuneration

	2023 £	2022 £
Examination of the financial statements	<u>1,800</u>	<u>-</u>
Other fees to examiners		
Taxation compliance services	420	-
All other services	<u>1,200</u>	<u>-</u>
	<u>1,620</u>	<u>-</u>

9 Auditors' remuneration

	2023 £	2022 £
Audit of the financial statements	<u>-</u>	<u>6,000</u>
Other fees to auditors		
All other non-audit services	<u>-</u>	<u>1,200</u>

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 Cash and cash equivalents

	2023 £	2022 £
Cash at bank	<u>865,795</u>	<u>1,004,760</u>

12 Creditors: amounts falling due within one year

	2023 £	2022 £
Accruals	<u>3,420</u>	<u>7,200</u>

The Skipasund Foundation

Notes to the Financial Statements for the Year Ended 30 April 2023

13 Funds

	Balance at 1 May 2022 £	Incoming resources £	Resources expended £	Balance at 30 April 2023 £
Unrestricted funds				
General	<u>997,560</u>	<u>203,657</u>	<u>(338,842)</u>	<u>862,375</u>
	Balance at 28 April 2021 £	Incoming resources £	Resources expended £	Balance at 30 April 2022 £
Unrestricted funds				
General	<u>-</u>	<u>1,005,000</u>	<u>(7,440)</u>	<u>997,560</u>

14 Analysis of net assets between funds

	Unrestricted	
	General £	2023 Total funds £
Current assets	865,795	865,795
Current liabilities	<u>(3,420)</u>	<u>(3,420)</u>
Total net assets	<u>862,375</u>	<u>862,375</u>
	Unrestricted	
	General £	2022 Total funds £
Current assets	1,004,760	1,004,760
Current liabilities	<u>(7,200)</u>	<u>(7,200)</u>
Total net assets	<u>997,560</u>	<u>997,560</u>

15 Related party transactions

Mr H Agustsson is a trustee and is also a shareholder and director of Globus (Shetland) Limited. During the year the charity received a donation from Globus (Shetland) Limited of £200,000 (2022: £1,000,000). Mr A Morris, a trustee, is also a director of Globus (Shetland) Limited. There were no balances outstanding at the year end.