

Charity registration number 1204461

The Darjeeling Tank Locomotive Trust

(a Charitable Incorporated Organisation)

Annual report and financial statements
For the period from 28 August 2023 to 30 June 2024

The Darjeeling Tank Locomotive Trust

Charitable Incorporated Organisation number 1204461

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The Darjeeling Tank Locomotive Trust

Charitable Incorporated Organisation number 1204461

Reference and administrative Details

Charity name	The Darjeeling Tank Locomotive Trust	
Registration Number	1204461	
Principal address	Longlands Anchor Lane Harvington Worcestershire WR11 8PA	
Vice-president	Mr A J Savage	
Trustees	Mr J Davey Mr A J Savage (resigned 9 September 2024) Mr A J G Rushton Mr P K Jordan Mrs S J Thompson (appointed 3 November 2023) Mr W Smith (appointed 9 September 2024)	Chairman Fundraising Fundraising Treasurer Secretary Engineering
Committee member	Mr P Marsh	Press relations
Bankers	NatWest Bank plc 113 High Street Scunthorpe DN15 6LT	
Governing document	Constitution dated 23 rd August 2023	
Trustee selection		
Method	Appointed by existing Trustees	
Independent examiner	Mr P R Evans BSc, CPFA, CMILT. 84 Wedderburn Road, Malvern WR14 2DQ	

The Darjeeling Tank Locomotive Trust

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Trustees' Report

The trustees present their annual report together with the financial statements and independent examiner's report of the charitable incorporated organisation for the period ended 30th June 2024. 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)

Introduction

This is the first annual report of the Trustees of the Charitable Incorporated Organisation, The Darjeeling Tank Locomotive Trust, charity number 1204461

The assets of The Darjeeling Tank Locomotive Limited were transferred on 23 August 2023

Objects and main activities

The objects of the CIO are defined in the Constitution as "to advance the education of the public in the Darjeeling Himalayan Railway locomotive number 19B and its history and design as well as the topic of narrow-gauge railways more generally, in particular by:

- a) The development and maintenance of display at Statfold Narrow Gauge Museum;
- b) Operating and/or displaying the locomotive at various narrow-gauge railways and other locations across the United Kingdom; and
- c) Providing opportunities for people of all ages and diverse backgrounds to learn about the skills relevant to heritage railway preservation, restoration, maintenance and operation.

To fulfil these aims, the Trust attends various railway-themed events with a display stand and engages with the public to talk about the Tank Locomotive 19B, encourage participation in its maintenance and operation and solicit donations

Organisational structure

The Trustees, who act in a voluntary capacity, are assisted in the maintenance and operation of the 19B by a number of skilled individuals, who can be assisted, under close supervision, by keen individuals learning the various skills required.

Review of Financial Position

The auction of locomotive 19B was announced by the previous owner's widow in April 2023, with the auction taking place on 10th June 2024. This did not allow sufficient time to arrange for the creation and approval of a charity, so an interim solution was devised, utilising a limited company as a vehicle to accept donations and purchase the locomotive. After the charity formation was completed, all the company's assets were transferred to the charity.

The locomotive's ten-yearly formal examination commenced in December 2023, and despite early advice received to the contrary, it became apparent once the boiler had been removed from the frames, that boiler repairs would only be sufficient to keep the locomotive working for one to two years, and that the sensible solution would be to acquire a new boiler, which although estimated to cost £150,000, should last for thirty years. By 30th June, taking into account promises of future income, about £60,000 is still needed to complete the overhaul with a new boiler.

The Darjeeling Tank Locomotive Trust

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Trustees' Report

Review of Activities

Following acquisition of the locomotive, the Trustees concentrated on the routine maintenance and operating the locomotive until its overhaul commenced, using our own volunteers and assistance from Statfold. We have commissioned the Festiniog Railway Company, who have a long experience of designing and building narrow-gauge steam boilers to design and obtain regulatory approval for a new boiler for the 19B. We anticipate letting a contract for building the new boiler in the coming twelve months. In the meantime, fundraising continues. Our progress is regularly reported on our website.

Investment and reserves policy

The trustees continue to ensure reserves are maintained in line with our policy.

Risk management

The trustees have reviewed the major risks to which the Trust may be exposed for each financial period and systems, including insurance where appropriate, are in place to mitigate such risks. The Trustees consider that the major failure of a locomotive boiler to be the biggest risk, and accordingly, it is the subject of both regular professional inspection and insurance.

Serious incidents

There were no serious incidents during the financial period.

Trustees' Responsibilities for the Financial Statements

The Charity's Trustees are responsible for preparing financial statements for each financial period which give a true and fair view of the Charity's incoming resources, its application of those resources during the period and its financial position at the end of the period. In preparing these statements, the Trustees are required to:

- a) Select suitable accounting policies and see that they are applied consistently; and
- b) Make judgements and estimates that are reasonable and prudent.

The Trustees are satisfied that the financial statements comply with these requirements

Jeremy Davey
Chairman of the Trustees

Peter Jordan
Treasurer and Trustee

The Darjeeling Tank Locomotive Trust

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Independent Examiner's Report to the Trustees of The Darjeeling Locomotive Tank Trust

I report to the Charity Trustees on my examination of the accounts of the Charity for the period ended 30th June 2024

Responsibilities and basis of report

As the Charity's Trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

I report in respect of my examination of the Charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commissioners under section 145(5)(b) of the Act.

Independent Examiner's statement

I have completed my examination. I confirm that there are no matters in connection with that examination which would give me cause to believe that:

- a) Accounting records were not kept in respect of The Darjeeling Tank Locomotive Trust as required by section 130 of the Act;
- b) The accounts do not accord with those records;
- c) The accounts 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 review; and
- d) 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.

Philip Evans BSc, CPFA, MCILT
84 Wedderburn Road
Malvern
WR14 2DQ

Dated: 25 January 2025

The Darjeeling Tank Locomotive Trust

Charitable Incorporated Organisation number 1204461

Statement of Financial Activities for the period from 23 August 2023 to 30 June 2024

	Note	Unrestricted funds £	Total 2024 £
Income from			
Charitable activities	2	307,296	307,296
Total income		<u>307,296</u>	<u>307,296</u>
Expenditure on			
Charitable activities	3	10,679	10,679
Asset acquisition	4	323,583	323,583
		<u>334,262</u>	<u>334,262</u>
Net expenditure		(26,966)	(26,966)
Amount capitalised		<u>323,583</u>	<u>323,583</u>
Net movement in funds		<u>296,617</u>	<u>296,617</u>
Reconciliation of funds			
Total funds carried forward		<u>296,617</u>	<u>296,617</u>

The Darjeeling Tank Locomotive Trust

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Balance sheet at 30 June 2024

	Note	£	2024 £
Fixed assets	4		323,331
Current assets			
Cash at bank		74,162	
Debtor	5	<u>10,624</u>	
		84,785	
Creditors (due within 12 months)	6	<u>25,500</u>	59,285
NET CURRENT ASSETS			<u>382,617</u>
Creditors (due between 1 and 5 years)	6		<u>86,000</u>
NET ASSETS			<u>296,617</u>
Unrestricted income funds			
Unrestricted funds			<u>296,617</u>
TOTAL FUNDS			<u>296,617</u>

Mr J Davey
Trustee

Mr P Jordan
Trustee

The Darjeeling Tank Locomotive Trust

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Notes to the Financial Statements for the period from 23 August 2023 to 30 June 2024

1 Accounting Policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied to the preparation of these financial statements are set out below. These policies have been consistently applied to all the periods 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) (issued in October 2019) – (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation

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

Going concern

The Trustees consider that there are no material uncertainties about the 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.

Exemption from preparing a cash flow statement

The Charity has taken advantage of the disclosure exemption in the Charities SORP which allows for smaller charities not to prepare a cash flow statement.

Income and endowments

All income is recognised in the Statement of Financial Activities once the Charity has entitlement to the funds, it is probable that the amounts will be received and the amount can be measured reliably.

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 (if incurred) allocated on the basis of time spent and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated on the Trustees' estimate of fair value.

The Darjeeling Tank Locomotive Trust

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Notes to the Financial Statements for the period from 23 August 2023 to 30 June 2024 (continued)

1. Accounting policies (continued)

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

Taxation

The Charity is exempt from tax on its charitable activities

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, bank accounts in the Charity's name and any other short-term highly liquid investments that are readily converted to a known amount of cash and are subject to an insignificant risk of change in value.

Fund structure

Unrestricted income funds are general funds available for use at the Trustees' discretion in furtherance of the objectives of the charity

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives:

Plant and machinery	10% straight line
Ten-year overhaul costs	10% straight line

The Trustees are of the opinion that it would not be appropriate to provide depreciation on the rolling stock.

2. Income from charitable activities

	Unrestricted funds General £	Total funds £
Acquisition, maintenance and operation of Darjeeling Tank Locomotive 19B	307,296	307,296
	<u>307,296</u>	<u>307,296</u>

The Darjeeling Tank Locomotive Trust

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Notes to the Financial Statements for the period from 23 August 2023 to 30 June 2024 (continued)

3. Expenditure on charitable activities

	Unrestricted funds	
	General	2024
	£	£
Maintenance and operation of Darjeeling Tank Locomotive 19B	10,679	10,679
Acquisition of fixed assets	323,583	323,583
	<u>334,262</u>	<u>334,262</u>

4. Fixed assets

	Rolling stock £	Ten-year overhaul £	Other plant £	Total £
Cost or valuation				
Additions at cost	<u>306,632</u>	<u>14,431</u>	<u>2,520</u>	<u>323,583</u>
At 30 June 2024	<u>306,632</u>	<u>14,431</u>	<u>2,520</u>	<u>323,583</u>
Depreciation				
Provided in the year	<u>-</u>	<u>-</u>	<u>252</u>	<u>252</u>
At 30 June 2024	<u>-</u>	<u>-</u>	<u>252</u>	<u>252</u>
Net book amount at 30 June 2024	<u>306,632</u>	<u>14,431</u>	<u>2,268</u>	<u>323,331</u>

5 Debtors

	Unrestricted fund £	Total £
Gift aid claim made	<u>10,624</u>	<u>10,624</u>
	<u>10,624</u>	<u>10,624</u>

The Darjeeling Tank Locomotive Trust

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Notes to the Financial Statements for the period from 23 August 2023 to 30 June 2024 (continued)

6. Creditors

Creditors consist solely of individuals who loaned money for the purchase of the locomotive 19B, and these loans are repayable as follows:

	2024
	£
Within twelve months	25,500
Between 1 and 5 years	<u>86,000</u>
	<u>111,500</u>

Funding to repay these loans will come from future standing order donations, where the standing orders are already in place. In accordance with our normal accounting policies, standing order income is only recognised when received.

7. Trustees remuneration and expenses

No Trustees, nor any person connected with them, have received any remuneration from the Charity during the period under review. During the period, expenses of £5,531 were refunded to four Trustees, of which £2,087 was repaid to the Charity as a donation.

8. Funds

		Unrestricted funds £
General	-	
	Incoming resources	307,296
	Resources expended	<u>10,679</u>
	Balance at 30 June 2024	<u>296,617</u>

9. Analysis of new assets between funds

	Unrestricted Funds - General £	Total funds 30 June 2024 £
Fixed assets	323,331	323,331
Current assets	84,786	84,786
Current liabilities	<u>(25,500)</u>	<u>(25,500)</u>
	382,617	382,617
Liabilities (between 1 and 5 years)	<u>(86,000)</u>	<u>(86,000)</u>
TOTAL NET ASSETS	<u>296,617</u>	<u>296,617</u>