

NAUTICAL MUSEUMS TRUST LIMITED

England & Wales · Charity number 284687

Details

Status Registered

Legal form Charitable company

Company number [01629881](#)

Registered 1982-05-18

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

Contact

Address Nautical Museums Trust
Shipwreck Heritage Centre
Rock-A-Nore Road
Hastings
TN34 3DW

Phone 01424437452

Email info@shipwreckmuseum.co.uk

Website shipwreckmuseum.co.uk

Activities

Objects: THE ADVANCEMENT OF EDUCATION OF THE PUBLIC IN MARITIME AND COASTAL GEOLOGY, ENVIRONMENT, HISTORY AND ARCHAEOLOGY BY THE PROVISION OF A MUSEUM OR MUSEUMS AS IS CONSIDERED NECESSARY.

Activities: The object of the Trust is to advance the education of the public in maritime and coastal archaeology, history, geology and environment by the provision of a museum or museums as is considered necessary.

Classification

- **How:** Provides Buildings/facilities/open Space, Provides Services, Sponsors Or Undertakes Research
- **What:** Education/training, Arts/culture/heritage/science, Environment/conservation/heritage
- **Who:** The General Public/mankind

Geography

- East Sussex

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£122,705	£113,205	-	-
2023-12-31	£108,017	£99,439	-	-
2022-12-31	£92,691	£106,706	-	-
2021-12-31	£104,436	£78,884	-	-
2020-12-31	£39,522	£31,842	-	-

Trustees

Name	Role	Appointed
Alan Michael French Dodge		2020-07-03
David Palmer		2026-03-04
John Pinkerton		2025-11-26
KEVIN BOORMAN		2024-06-20
Timothy Dennis McDonald		2016-07-30

Linked charities

- WARSHIP ANNE TRUST (284687-1)
- WARSHIP RESOLUTION TRUST (284687-2)

NAUTICAL MUSEUMS TRUST LIMITED

England & Wales - Charity number 284687

Accounts

Company registration number: 01629881

Charity registration number: 284687

Nautical Museums Trust Limited

**(A company limited by guarantee, incorporating The
Warship Ann Trust and the Warship Resolution Trust)**

**Annual Report and Financial Statements
for the Year Ended 31 December 2024**

**Manningtons
A J Thomson FCA
8 High Street
Heathfield
East Sussex
TN21 8LS**

Nautical Museums Trust Limited

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Nautical Museums Trust Limited

Reference and Administrative Details

Trustees	T McDonald D Spooner A Dodge K Boorman
Charity Registration Number	284687
Company Registration Number	01629881
Registered Office	Shipwreck Museum Rock A Nore Road Hastings East Sussex TN34 3DW
Independent Examiner	Manningtons A J Thomson FCA 8 High Street Heathfield East Sussex TN21 8LS
Bankers	National Westminster Havelock Road Hastings East Sussex TN34 1GW CAF Bank West Malling ME19 4SQ

Nautical Museums Trust Limited

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 31 December 2024.

Trustees and officers

The trustees and officers serving during the year and since the year end were as follows:

Trustees:	T McDonald
	D Spooner
	A Dodge
	K Boorman (appointed 20 June 2024)

Statement of trustees' responsibilities

The trustees (who are also the directors of Nautical Museums Trust Limited 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".

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 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.

Objects and aims

The objective for which the Trust was established remains the same - to promote the education, understanding and enjoyment of maritime history and archaeology for everyone.

The Trust regards the involvement of the public as a high priority, arranging visits by schools and other educational organisations, putting on presentations, setting up guided walks as well as ensuring visitors to the Shipwreck Museum can easily and clearly understand the stories and histories relating to the artefacts and exhibits on display.

Public benefit

Nautical Museums Trust Limited

Trustees' Report

In setting the charity's objectives and planning its activities, the trustees confirm that they have complied with the requirements of Section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

The trustees, as part of their report, have asked the Chairman to give an account of the main events and activities of the year, which fall within his responsibilities.

Financial review

The operating surplus of £9,500 (2023: surplus £8,578) on a total income of £122,705.

Cash at year end was £45,744 (2023: £49,245).

Policy on reserves

Following last year's formal recognition by the Board that the Trust needs to hold sufficient reserves to be able withstand any unforeseen material reduction in its income and/or and unexpected increase in costs, a sum of £5,000 has been duly set aside. This will be added to in the future.

Structure, governance and management

Nature of Governing Document

Nautical Museums Trust Limited is a company limited by guarantee governed by its Memorandum and Articles of Association. It is registered, alongside two subsidiary trusts: The Warship Ann Trust; and the Warship Resolution Trust as a charity.

Recruitment and appointment of trustees

Trustees can be appointed on an ad hoc basis during the year by the Board of Trustees to fill identified skill vacancies. Any trustee appointed during the year and one third of remaining trustees are subject to reappointment by members at the Annual General Meeting.

All trustees are required to register any potential conflict of interest between their personal and private interests and those of the Trust.

Organisational Structure

The trustees meet eight times a year to administer the charity and ensure compliance with all regulations and directives. This includes a regular review of the risks attached to the operation of the Trust. These risk areas cover a wide range, including, but by no means restricted to:

- (a) proper care and training for volunteers, ensuring DBS checking is implemented
- (b) overall health and safety
- (c) insurance matters (eg, fire, business interruption)
- (d) security for both personnel and artefacts
- (e) proper care of the Museum's artefacts

The Board of Trustees is currently looking to increase the number of its members to help accomplish its future action and business plans.

Museum Accreditation

The Museum has full formal accreditation from the Arts Council of England.

Nautical Museums Trust Limited

Trustees' Report

Chairman's Report

Encouragingly, the post-COVID recovery in the Museum's fortunes noted in 2022/23 continued into the above accounting year. A number of external factors which could have had a negative impact were identified, e.g. an unusually large number of major road works in and around Hastings making access into the town challenging, not to mention extended periods of adverse weather. Nor were pessimistic economic forecasts regularly appearing in the media particularly helpful! However, visitor numbers in general succeeded in holding up, albeit with a small drop in the number of those coming from abroad.

Overall income during the year was very slightly (2.3%) below the previous year's total. This was primarily the result of lower shop sales and the loss of income from guided walks to the wreck of the Amsterdam, this latter activity having had to be suspended as the vessel is currently hidden under a build-up of sediment.

A major event in 2024 was the acquisition of two historic lifeboats, one of them a registered Dunkirk small boat. Previously positioned on a site alongside the main A259 road, both vessels had been deteriorating in their exposed location. The decision to move them to the more sheltered precincts of the Shipwreck Museum was prompted, not only by the unique opportunity to acquire two significant new additions to the Museum's already impressive collection of artefacts, but also to further its objective to help protect and promote this country's maritime heritage.

Operating costs have been kept as low as possible, with much of the work necessary to keep the Museum running being undertaken by volunteers. However, inevitably, a considerable proportion has needed the assistance of professional expertise and this has included the construction of a shelter for the Primrose river barge and major changes to the outside yard in order to accommodate the lifeboats. The roof of the Museum has needed attention and there were a number of electrical and plumbing matters that needed attending to.

All of this has enabled the Shipwreck Museum to raise its profile as a major tourist attraction, not just within Hastings but also within the larger so-called '1066 Country'. This is an achievement to be proud of, especially as it has been accomplished with a very small number of staff and volunteers. The commitment and enthusiasm displayed by everyone connected with the Museum is immensely satisfying and much appreciated. The search for additional volunteers and trustees continues as, in addition to tasks within the building such as stewarding and manning the shop, people with skills in areas such as marketing, publicity, IT and fundraising are needed. We hope that as the renown of the Shipwreck Museum continues to grow, we will be able to attract additional personnel in the near future.

The annual report was approved by the trustees of the charity on 21/05/25 and signed on its behalf by:



.....
T McDonald
Trustee

Nautical Museums Trust Limited

Independent Examiner's Report to the trustees of Nautical Museums Trust Limited (‘the Company’)

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2024.

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 Nautical Museums Trust Limited 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.



A J Thomson FCA
Manningtons

8 High Street
Heathfield
East Sussex
TN21 8LS

Date: 28th May 2025.

Nautical Museums Trust Limited

Statement of Financial Activities for the Year Ended 31 December 2024 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2024 £
Income and Endowments from:				
Donations and legacies	2	41,842	-	41,842
Other trading activities	3	80,854	-	80,854
Investment income	4	9	-	9
Total Income		<u>122,705</u>	<u>-</u>	<u>122,705</u>
Expenditure on:				
Raising funds	5	(85,180)	-	(85,180)
Charitable activities	6	(28,025)	-	(28,025)
Total Expenditure		<u>(113,205)</u>	<u>-</u>	<u>(113,205)</u>
Net income		<u>9,500</u>	<u>-</u>	<u>9,500</u>
Net movement in funds		9,500	-	9,500
Reconciliation of funds				
Total funds brought forward		<u>80,392</u>	<u>1,500</u>	<u>81,892</u>
Total funds carried forward	18	<u>89,892</u>	<u>1,500</u>	<u>91,392</u>
	Note	Unrestricted funds £	Restricted funds £	Total 2023 £
Income and Endowments from:				
Donations and legacies	2	21,476	-	21,476
Other trading activities	3	86,530	-	86,530
Investment income	4	11	-	11
Total income		<u>108,017</u>	<u>-</u>	<u>108,017</u>
Expenditure on:				
Raising funds	5	(77,294)	-	(77,294)
Charitable activities	6	(22,145)	-	(22,145)
Total expenditure		<u>(99,439)</u>	<u>-</u>	<u>(99,439)</u>
Net income		<u>8,578</u>	<u>-</u>	<u>8,578</u>
Net movement in funds		8,578	-	8,578
Reconciliation of funds				
Total funds brought forward		<u>71,814</u>	<u>1,500</u>	<u>73,314</u>
Total funds carried forward	18	<u>80,392</u>	<u>1,500</u>	<u>81,892</u>

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

The notes on pages 10 to 20 form an integral part of these financial statements.

Nautical Museums Trust Limited

**Statement of Financial Activities for the Year Ended 31 December 2024
(Including Income and Expenditure Account and Statement of Total Recognised Gains
and Losses)**

The funds breakdown for 2023 is shown in note 18.

The notes on pages 10 to 20 form an integral part of these financial statements.

Nautical Museums Trust Limited
(Registration number: 01629881)
Balance Sheet as at 31 December 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible assets	13	39,059	25,848
Current assets			
Stocks	14	6,655	6,141
Debtors	15		
- due within one year		-	1,307
Cash at bank and in hand	16	<u>45,744</u>	<u>49,245</u>
		52,399	56,693
Creditors: Amounts falling due within one year	17	<u>(66)</u>	<u>(649)</u>
Net current assets		<u>52,333</u>	<u>56,044</u>
Net assets		<u>91,392</u>	<u>81,892</u>
Funds of the charity:			
Restricted income funds			
Restricted funds		1,500	1,500
Unrestricted income funds			
Unrestricted funds		<u>89,892</u>	<u>80,392</u>
Total funds	18	<u>91,392</u>	<u>81,892</u>

The notes on pages 10 to 20 form an integral part of these financial statements.

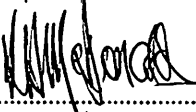
Nautical Museums Trust Limited
(Registration number: 01629881)
Balance Sheet as at 31 December 2024

For the financial year ending 31 December 2024 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.

The financial statements on pages 6 to 20 were approved by the trustees, and authorised for issue on 21/05/25..... and signed on their behalf by:



.....
T McDonald
Trustee

The notes on pages 10 to 20 form an integral part of these financial statements.

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2024

1 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)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

Nautical Museums Trust Limited 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 the Charity has sufficient reserves to continue as a going concern and continue to review ways to ensure future financial sustainability. There are no significant areas of uncertainty that affect the carrying value of assets held by the Charity.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

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.

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.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2024

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.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

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.

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.

Tangible fixed assets

Individual fixed assets costing £500.00 or more are initially recorded at cost.

The Charity maintains an Accession Register and the majority of the artefacts have been donated to or are on loan to the charity and therefore no valuation has been carried out and the artefacts are not included in the charity's Balance Sheet.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Building Conversion	2% on cost
Exhibition Cases and Fittings	12.5% on cost
Office Equipment	20% Straight Line

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2024

Stock

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regard for obsolete and slow moving stocks. Cost is determined using the first-in, first-out (FIFO).

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price.

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.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the Charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

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.

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the trustees.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2024

2 Income from donations and legacies

	Unrestricted funds General £	Total funds £
Donations and legacies;		
Donations from individuals	22,289	22,289
Gift aid reclaimed	3,553	3,553
Grants, including capital grants;		
Macbeth and Bishop Trust	16,000	16,000
Total for 2024	41,842	41,842
Total for 2023	21,476	21,476

3 Income from other trading activities

	Unrestricted funds General £	Total funds £
Trading income;		
Sales of goods and services	80,239	80,239
Events income;		
Other events income	615	615
Total for 2024	80,854	80,854
Total for 2023	86,530	86,530

4 Investment income

	Unrestricted funds General £	Total funds £
Interest receivable and similar income;		
Interest receivable on bank deposits	9	9
Total for 2024	9	9
Total for 2023	11	11

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2024

5 Expenditure on raising funds

a) Costs of trading activities

	Note	Unrestricted funds General £	Total funds £
Costs of goods sold		38,239	38,239
Membership subscriptions		38	38
Marketing and publicity		1,793	1,793
Depreciation, amortisation and other similar costs		3,167	3,167
Other direct costs of activities for generating funds		<u>40,752</u>	<u>40,752</u>
Total for 2024		<u><u>83,989</u></u>	<u><u>83,989</u></u>
Total for 2023		<u><u>76,035</u></u>	<u><u>76,035</u></u>

b) Investment management costs

	Note	Unrestricted funds General £	Total funds £
Finance charges; Bank charges		<u>1,191</u>	<u>1,191</u>
Total for 2024		<u><u>1,191</u></u>	<u><u>1,191</u></u>
Total for 2023		<u><u>1,259</u></u>	<u><u>1,259</u></u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2024

6 Expenditure on charitable activities

	Note	Unrestricted funds General £	Total funds £
Staff costs		925	925
Allocated support costs		6,682	6,682
Governance costs	7	5,213	5,213
Activities undertaken directly		15,205	15,205
Total for 2024		28,025	28,025
Total for 2023		22,145	22,145

In addition to the expenditure analysed above, there are also governance costs of £5,213 (2023 - £5,980) which relate directly to charitable activities. See note 7 for further details.

7 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total funds £
Independent examiner fees		
Examination of the financial statements	4,452	4,452
Legal and Professional fees	761	761
Total for 2024	5,213	5,213
Total for 2023	5,980	5,980

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2024

8 Net incoming/outgoing resources

Net incoming resources for the year include:

	2024 £	2023 £
Depreciation of fixed assets	3,167	3,167
Finance charges payable	1,191	1,259
	<u>4,358</u>	<u>4,426</u>

9 Trustees remuneration and expenses

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

10 Staff costs

The aggregate payroll costs were as follows:

	2024 £	2023 £
Staff costs during the year were:		
Wages and salaries	40,752	34,101
Pension costs	925	1,577
	<u>41,677</u>	<u>35,678</u>

No employee received emoluments of more than £60,000 during the year.

11 Independent examiner's remuneration

	2024 £	2023 £
Examination of the financial statements	<u>4,452</u>	<u>3,384</u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2024

12 Taxation

The charity is a registered charity and is therefore exempt from taxation.

13 Tangible fixed assets

	Building Conversion £	Exhibition Cases and Fittings £	Office Equipment £	Total £
Cost				
At 1 January 2024	95,798	68,360	20,293	184,451
Additions	<u>16,380</u>	<u>-</u>	<u>-</u>	<u>16,380</u>
At 31 December 2024	<u>112,178</u>	<u>68,360</u>	<u>20,293</u>	<u>200,831</u>
Depreciation				
At 1 January 2024	71,334	67,668	19,602	158,604
Charge for the year	<u>2,244</u>	<u>240</u>	<u>684</u>	<u>3,168</u>
At 31 December 2024	<u>73,578</u>	<u>67,908</u>	<u>20,286</u>	<u>161,772</u>
Net book value				
At 31 December 2024	<u>38,600</u>	<u>452</u>	<u>7</u>	<u>39,059</u>
At 31 December 2023	<u>24,464</u>	<u>692</u>	<u>691</u>	<u>25,847</u>

14 Stock

	2024 £	2023 £
Stocks	<u>6,655</u>	<u>6,141</u>

15 Debtors

	2024 £	2023 £
Prepayments	<u>-</u>	<u>1,307</u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2024

16 Cash and cash equivalents

	2024 £	2023 £
Cash on hand	371	(1,602)
Cash at bank	44,638	50,675
Short-term deposits	735	172
	<u>45,744</u>	<u>49,245</u>

17 Creditors: amounts falling due within one year

	2024 £	2023 £
Other taxation and social security	<u>66</u>	<u>649</u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2024

18 Funds

	Balance at 1 January 2024 £	Incoming resources £	Resources expended £	Balance at 31 December 2024 £
Unrestricted funds				
<i>General</i>				
Unrestricted Fund	75,392	122,705	(113,205)	84,892
<i>Designated</i>				
Designated Fund	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>5,000</u>
Total unrestricted funds	80,392	122,705	(113,205)	89,892
Restricted funds				
Royal Pavillion	<u>1,500</u>	<u>-</u>	<u>-</u>	<u>1,500</u>
Total funds	<u>81,892</u>	<u>122,705</u>	<u>(113,205)</u>	<u>91,392</u>
	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Balance at 31 December 2023 £
Unrestricted funds				
<i>General</i>				
Unrestricted Fund	66,814	108,017	(99,439)	75,392
<i>Designated</i>				
Designated Fund	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>5,000</u>
Total unrestricted funds	71,814	108,017	(99,439)	80,392
Restricted				
Royal Pavillion	<u>1,500</u>	<u>-</u>	<u>-</u>	<u>1,500</u>
Total funds	<u>73,314</u>	<u>108,017</u>	<u>(99,439)</u>	<u>81,892</u>

The specific purposes for which the funds are to be applied are as follows:

Royal Pavillion - Consultancy and Recruitment

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2024

19 Analysis of net funds

	At 1 January 2024 £	Financing cash flows £	At 31 December 2024 £
Cash at bank and in hand	<u>49,245</u>	<u>(3,500)</u>	<u>45,745</u>
Net debt	<u>49,245</u>	<u>(3,500)</u>	<u>45,745</u>

Nautical Museums Trust Limited

Detailed Statement of Financial Activities for the Year Ended 31 December 2024

	Total 2024 £	Total 2023 £
Income and Endowments from:		
Donations and legacies (analysed below)	41,842	21,476
Other trading activities (analysed below)	80,854	86,530
Investment income (analysed below)	9	11
Total income	<u>122,705</u>	<u>108,017</u>
Expenditure on:		
Raising funds (analysed below)	(85,180)	(77,294)
Charitable activities (analysed below)	<u>(28,025)</u>	<u>(22,145)</u>
Total expenditure	<u>(113,205)</u>	<u>(99,439)</u>
Net income	<u>9,500</u>	<u>8,578</u>
Net movement in funds	9,500	8,578
Reconciliation of funds		
Total funds brought forward	<u>81,892</u>	<u>73,314</u>
Total funds carried forward	<u><u>91,392</u></u>	<u><u>81,892</u></u>

Nautical Museums Trust Limited

Detailed Statement of Financial Activities for the Year Ended 31 December 2024

	Total 2024 £	Total 2023 £
<i>Donations and legacies</i>		
Other	22,289	18,289
Gift Aid tax Reclaimed	3,553	3,187
Grants Receivable - Primrose	16,000	-
	<u>41,842</u>	<u>21,476</u>
<i>Other trading activities</i>		
Sales of purchased goods	80,239	84,075
Charitable Activities/Events	615	2,455
	<u>80,854</u>	<u>86,530</u>
<i>Investment income</i>		
Interest Received	9	11
	<u>9</u>	<u>11</u>
<i>Raising funds</i>		
Purchases	(38,239)	(36,400)
Staff NIC (Employers)	(1,943)	-
Trade subscriptions	(38)	(20)
Bank charges	(1,191)	(1,259)
Wages and salaries	(38,809)	(34,101)
Advertising	(1,793)	(2,347)
Depreciation of freehold property	(2,244)	(1,916)
Depreciation of fixtures and fittings	(240)	(240)
Depreciation of office equipment	(683)	(1,011)
	<u>(85,180)</u>	<u>(77,294)</u>
<i>Charitable activities</i>		
Sundry expenses	(5)	-
Sundry expenses	(333)	(161)
Sundry Expenses	(30)	(20)
Pension Costs	(925)	(1,577)
Casual Wages	-	(47)
Travelling	(1,094)	(896)
Rent and rates	(290)	(743)
Water rates	(183)	(186)
Light, heat and power	(3,244)	(3,553)
Insurance	(4,452)	(2,721)
Repairs and maintenance	(9,552)	(3,566)
Telephone and fax	(2,041)	(1,901)
Printing, postage and stationery	(663)	(794)

This page does not form part of the statutory financial statements.

Nautical Museums Trust Limited

Detailed Statement of Financial Activities for the Year Ended 31 December 2024

	Total 2024 £	Total 2023 £
Legal and professional fees - Independent Examination	(4,452)	(3,384)
Legal and professional fees	<u>(761)</u>	<u>(2,596)</u>
	<u><u>(28,025)</u></u>	<u><u>(22,145)</u></u>

NAUTICAL MUSEUMS TRUST LIMITED

England & Wales - Charity number 284687

Accounts

Company registration number: 01629881

Charity registration number: 284687

Nautical Museums Trust Limited

**(A company limited by guarantee, incorporating The
Warship Ann Trust and the Warship Resolution Trust)**

**Annual Report and Financial Statements
for the Year Ended 31 December 2023**

**Manningtons
A J Thomson FCA
7 Wellington Square
Hastings
East Sussex
TN34 1PD**

Nautical Museums Trust Limited

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Nautical Museums Trust Limited

Reference and Administrative Details

Trustees	T McDonald D Spooner A Dodge
Charity Registration Number	284687
Company Registration Number	01629881
Registered Office	Shipwreck Museum Rock A Nore Road Hastings East Sussex TN34 3DW
Independent Examiner	Manningtons A J Thomson FCA 7 Wellington Square Hastings East Sussex TN34 1PD
Bankers	National Westminster Havelock Road Hastings East Sussex TN34 1GW CAF Bank West Malling ME19 4SQ

Nautical Museums Trust Limited

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 31 December 2023.

Trustees and officers

The trustees and officers serving during the year and since the year end were as follows:

Trustees:	T McDonald
	D Spooner
	A Dodge
	S O'Sullivan (Resigned 13 October 2023)

Statement of trustees' responsibilities

The trustees (who are also the directors of Nautical Museums Trust Limited 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".

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 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.

Objects and aims

The objective for which the Trust was established remains the same - to promote the education, understanding and enjoyment of maritime history and archaeology for everyone.

The Trust regards the involvement of the public as a high priority, arranging visits by schools and other educational organisations, putting on presentations, setting up guided walks as well as ensuring visitors to the Shipwreck Museum can easily and clearly understand the stories and histories relating to the artefacts and exhibits on display.

Public benefit

Nautical Museums Trust Limited

Trustees' Report

In setting the charity's objectives and planning its activities, the trustees confirm that they have complied with the requirements of Section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

The trustees, as part of their report, have asked the Chairman to give an account of the main events and activities of the year, which fall within his responsibilities.

Financial review

The operating surplus of £8,578 (2022: deficit £14,015) on a total income of £108,017.

Cash at year end was £49,245 (2022: £39,832).

Policy on reserves

Following last year's formal recognition by the Board that the Trust needs to hold sufficient reserves to be able to withstand any unforeseen material reduction in its income and/or and unexpected increase in costs, a sum of £5,000 has been duly set aside. This will be added to in the future.

Structure, governance and management

Nature of Governing Document

Nautical Museums Trust Limited is a company limited by guarantee governed by its Memorandum and Articles of Association. It is registered, alongside two subsidiary trusts: The Warship Ann Trust; and the Warship Resolution Trust as a charity.

Recruitment and appointment of trustees

Trustees can be appointed on an ad hoc basis during the year by the Board of Trustees to fill identified skill vacancies. Any trustee appointed during the year and one third of remaining trustees are subject to reappointment by members at the Annual General Meeting.

All trustees are required to register any potential conflict of interest between their personal and private interests and those of the Trust.

Organisational Structure

The trustees meet eight times a year to administer the charity and ensure compliance with all regulations and directives. This includes a regular review of the risks attached to the operation of the Trust. These risk areas cover a wide range, including, but by no means restricted to:

- (a) proper care and training for volunteers, ensuring DBS checking is implemented
- (b) overall health and safety
- (c) insurance matters (eg, fire, business interruption)
- (d) security for both personnel and artefacts
- (e) proper care of the Museum's artefacts

The Board of Trustees is currently looking to increase the number of its members to help accomplish its future action and business plans.

Museum Accreditation

The Museum has full formal accreditation from the Arts Council of England.

Nautical Museums Trust Limited

Trustees' Report

Chairman's Report

It is most rewarding to be able to report on another successful year for the Shipwreck Museum, both in terms of visitor numbers and satisfaction as well as regards income from shop sales and donations. The year began with continuing post-Covid uncertainty as to the after-effects of the pandemic, although these fears steadily reduced as time went on. However, they were counterbalanced by increasing concern about the overall economic situation as cost-of-living statistics maintained a steady upward trend, thereby potentially affecting visitor behaviour which, in turn, would influence attendance numbers, donations and shop sales.

Other external factors had to be taken into consideration. Hastings Borough Council took the decision during the year to further cut back on its tourism budget and also take Hastings out of the 1066 Country Marketing Partnership, the main tourism-promoting organisation for the area. Clearly, this presented a prospective threat to visitor numbers as did the increasing number of train strikes with its potential for an adverse effect on weekend holiday-makers in particular.

In spite of these possible hindrances, the Museum saw growth across the board, with highest ever recorded figures for visitor numbers, shop sales and donations (the latter also including more people filling out a Gift Aid form). TripAdvisor and Google, along with comments logged in our visitors' book, continue to indicate a very high level of satisfaction experienced by our visitors, which - obviously - is most rewarding but does not provide grounds for complacency. In order to improve still further the visitor experience, we have undertaken a programme of upgrading, rearrangement of displays and overall enhancement of the Museum environment which, we hope, will come to full fruition during 2024.

Last year's report noted that, as the main aim of the Shipwreck Museum was to entertain, inform and educate the general public, rather than serve as a purely academic study centre, it had been decided that the bulk of the archive, all of it inconveniently inaccessible, should be moved to other sites which would be able to make more profitable use of these valuable resources, including digitisation. This has duly been carried out and the process is continuing.

At present, the Museum is run by a very small number of trustees - just three. Whilst permissible under the NMT's constitution, this is hardly an ideal situation and efforts are being made to remedy matters. However, it is increasingly difficult these days to find people who are willing (or able) to serve in what, of course, is an unpaid role. The same applies in the case of volunteers. We are, however, optimistic, that developments in the near future, centring around the possible acquisition of two major artefacts, may arouse wider interest in the work of the Museum.

While the future is, on the whole, looking positive, there are still a number of issues causing concern. It remains very difficult to predict what visitor numbers and patterns will be in the coming year. There are so many factors - all outside our control - which have an impact: weather, industrial action, politics, etc. The other important matter which will need careful consideration is the fact that we are hovering on the border of VAT. This could significantly impact our financial position and possibly affect our plans for future development. We are currently seeking advice on the matter.

It only remains to acknowledge and thank the two paid members of staff and our current compact group of volunteers, who continue to do an exceptional job in sometimes trying circumstances and are the principal contributors to the success of the Shipwreck Museum.

Nautical Museums Trust Limited

Trustees' Report

The annual report was approved by the trustees of the charity on ~~14th April '24~~ ^{4th April '24} and signed on its behalf by:



.....
T McDonald
Trustee

4:40 2024

Nautical Museums Trust Limited

Independent Examiner's Report to the trustees of Nautical Museums Trust Limited (‘the Company’)

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 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 Nautical Museums Trust Limited 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.



A J Thomson FCA
Manningtons

7 Wellington Square
Hastings
East Sussex
TN34 1PD

Date: 9th April 2024.

Nautical Museums Trust Limited

Statement of Financial Activities for the Year Ended 31 December 2023 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2023 £
Income and Endowments from:				
Donations and legacies	2	21,476	-	21,476
Other trading activities	3	86,530	-	86,530
Investment income	4	11	-	11
Total Income		108,017	-	108,017
Expenditure on:				
Raising funds	5	(77,294)	-	(77,294)
Charitable activities	6	(22,145)	-	(22,145)
Total Expenditure		(99,439)	-	(99,439)
Net income		8,578	-	8,578
Net movement in funds		8,578	-	8,578
Reconciliation of funds				
Total funds brought forward		71,814	1,500	73,314
Total funds carried forward	18	80,392	1,500	81,892
		Unrestricted funds £	Restricted funds £	Total 2022 £
Income and Endowments from:				
Donations and legacies	2	22,380	-	22,380
Other trading activities	3	70,311	-	70,311
Total income		92,691	-	92,691
Expenditure on:				
Raising funds	5	(63,580)	(1,500)	(65,080)
Charitable activities	6	(41,626)	-	(41,626)
Total expenditure		(105,206)	(1,500)	(106,706)
Net expenditure		(12,515)	(1,500)	(14,015)
Net movement in funds		(12,515)	(1,500)	(14,015)
Reconciliation of funds				
Total funds brought forward		84,329	3,000	87,329
Total funds carried forward	18	71,814	1,500	73,314

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

The funds breakdown for 2022 is shown in note 18.

The notes on pages 10 to 20 form an integral part of these financial statements.

Nautical Museums Trust Limited
(Registration number: 01629881)
Balance Sheet as at 31 December 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	13	25,848	29,015
Current assets			
Stocks	14	6,141	3,811
Debtors	15		
- due within one year		1,307	2,066
Cash at bank and in hand	16	<u>49,245</u>	<u>39,832</u>
		56,693	45,709
Creditors: Amounts falling due within one year	17	<u>(649)</u>	<u>(1,410)</u>
Net current assets		<u>56,044</u>	<u>44,299</u>
Net assets		<u>81,892</u>	<u>73,314</u>
Funds of the charity:			
Restricted income funds			
Restricted funds		1,500	1,500
Unrestricted income funds			
Unrestricted funds		<u>80,392</u>	<u>71,814</u>
Total funds	18	<u>81,892</u>	<u>73,314</u>

The notes on pages 10 to 20 form an integral part of these financial statements.

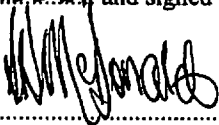
Nautical Museums Trust Limited
(Registration number: 01629881)
Balance Sheet as at 31 December 2023

For the financial year ending 31 December 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.

The financial statements on pages 7 to 20 were approved by the trustees, and authorised for issue on ~~4th April 2024~~ and signed on their behalf by:



.....
T McDonald
Trustee

4.4.2024

The notes on pages 10 to 20 form an integral part of these financial statements.

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

1 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)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

Nautical Museums Trust Limited 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 the Charity has sufficient reserves to continue as a going concern and continue to review ways to ensure future financial sustainability. There are no significant areas of uncertainty that affect the carrying value of assets held by the Charity.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

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.

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.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

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.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

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.

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.

Government grants

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

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.

Tangible fixed assets

Individual fixed assets costing £500.00 or more are initially recorded at cost.

The Charity maintains an Accession Register and the majority of the artefacts have been donated to or are on loan to the charity and therefore no valuation has been carried out and the artefacts are not included in the charity's Balance Sheet.

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Building Conversion	2% on cost
Exhibition Cases and Fittings	12.5% on cost
Office Equipment	20% Straight Line

Stock

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regard for obsolete and slow moving stocks. Cost is determined using the first-in, first-out (FIFO).

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price.

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.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the Charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

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.

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the trustees.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

2 Income from donations and legacies

	Unrestricted funds General £	Total funds £
Donations and legacies;		
Donations from individuals	18,289	18,289
Gift aid reclaimed	3,187	3,187
Total for 2023	21,476	21,476
Total for 2022	22,380	22,380

3 Income from other trading activities

	Unrestricted funds General £	Total funds £
Trading income;		
Sales of goods and services	84,075	84,075
Events income;		
Other events income	2,455	2,455
Total for 2023	86,530	86,530
Total for 2022	70,311	70,311

4 Investment income

	Unrestricted funds General £	Total funds £
Interest receivable and similar income;		
Interest receivable on bank deposits	11	11
Total for 2023	11	11

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

5 Expenditure on raising funds

a) Costs of trading activities

	Unrestricted funds General	Restricted funds	Total funds
Note	£	£	£
Costs of goods sold	36,400	-	36,400
Membership subscriptions	20	-	20
Marketing and publicity	2,347	-	2,347
Depreciation, amortisation and other similar costs	3,167	-	3,167
Other direct costs of activities for generating funds	34,101	-	34,101
Total for 2023	<u>76,035</u>	<u>-</u>	<u>76,035</u>
Total for 2022	<u>62,376</u>	<u>1,500</u>	<u>63,876</u>

b) Investment management costs

	Unrestricted funds General	Total funds
Note	£	£
Finance charges; Bank charges	1,259	1,259
Total for 2023	<u>1,259</u>	<u>1,259</u>
Total for 2022	<u>1,204</u>	<u>1,204</u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

6 Expenditure on charitable activities

	Note	Unrestricted funds General £	Total funds £
Staff costs		1,577	1,577
Allocated support costs		5,387	5,387
Governance costs	7	5,980	5,980
Activities undertaken directly		9,201	9,201
Total for 2023		22,145	22,145
Total for 2022		41,626	41,626

In addition to the expenditure analysed above, there are also governance costs of £5,980 (2022 - £6,782) which relate directly to charitable activities. See note 7 for further details.

7 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total funds £
Independent examiner fees		
Examination of the financial statements	3,384	3,384
Legal and Professional fees	2,596	2,596
Total for 2023	5,980	5,980
Total for 2022	6,782	6,782

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

8 Net incoming/outgoing resources

Net incoming/(outgoing) resources for the year include:

	2023	2022
	£	£
Depreciation of fixed assets	3,167	3,167
Finance charges payable	<u>1,259</u>	<u>1,204</u>

9 Trustees remuneration and expenses

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

10 Staff costs

The aggregate payroll costs were as follows:

	2023	2022
	£	£
Staff costs during the year were:		
Wages and salaries	34,101	28,195
Pension costs	<u>1,577</u>	<u>1,149</u>
	<u>35,678</u>	<u>29,344</u>

No employee received emoluments of more than £60,000 during the year.

11 Independent examiner's remuneration

	2023	2022
	£	£
Examination of the financial statements	<u>3,384</u>	<u>1,104</u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

12 Taxation

The charity is a registered charity and is therefore exempt from taxation.

13 Tangible fixed assets

	Building Conversion £	Exhibition Cases and Fittings £	Office Equipment £	Total £
Cost				
At 1 January 2023	95,798	68,360	20,293	184,451
At 31 December 2023	95,798	68,360	20,293	184,451
Depreciation				
At 1 January 2023	69,418	67,427	18,591	155,436
Charge for the year	1,916	240	1,011	3,167
At 31 December 2023	71,334	67,667	19,602	158,603
Net book value				
At 31 December 2023	24,464	693	691	25,848
At 31 December 2022	26,380	933	1,702	29,015

14 Stock

	2023 £	2022 £
Stocks	6,141	3,811

15 Debtors

	2023 £	2022 £
Trade debtors	-	2,066
Prepayments	1,307	-
	1,307	2,066

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

16 Cash and cash equivalents

	2023	2022
	£	£
Cash on hand	(1,602)	1,099
Cash at bank	50,675	35,780
Short-term deposits	172	2,953
	<u>49,245</u>	<u>39,832</u>

17 Creditors: amounts falling due within one year

	2023	2022
	£	£
Other taxation and social security	649	306
Accruals	-	1,104
	<u>649</u>	<u>1,410</u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

18 Funds

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Balance at 31 December 2023 £
Unrestricted funds				
<i>General</i>				
Unrestricted Fund	66,814	108,017	(99,439)	75,392
<i>Designated</i>				
Designated Fund	5,000	-	-	5,000
Total unrestricted funds	71,814	108,017	(99,439)	80,392
Restricted funds				
Royal Pavillion	1,500	-	-	1,500
Total funds	73,314	108,017	(99,439)	81,892
	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Balance at 31 December 2022 £
Unrestricted funds				
<i>General</i>				
Unrestricted Fund	79,329	92,691	(105,206)	66,814
<i>Designated</i>				
Designated Fund	5,000	-	-	5,000
Total unrestricted funds	84,329	92,691	(105,206)	71,814
Restricted				
Royal Pavillion	3,000	-	(1,500)	1,500
Total funds	87,329	92,691	(106,706)	73,314

The specific purposes for which the funds are to be applied are as follows:

Royal Pavillion - Consultancy and Recruitment

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2023

19 Analysis of net funds

	At 1 January 2023 £	Financing cash flows £	At 31 December 2023 £
Cash at bank and in hand	<u>39,832</u>	<u>9,413</u>	<u>49,245</u>
Net debt	<u>39,832</u>	<u>9,413</u>	<u>49,245</u>

NAUTICAL MUSEUMS TRUST LIMITED

England & Wales - Charity number 284687

Accounts

Company registration number: 01629881

Charity registration number: 284687

Nautical Museums Trust Limited

(A company limited by guarantee, incorporating The
Warship Ann Trust and the Warship Resolution Trust)

Annual Report and Financial Statements
for the Year Ended 31 December 2022

Manningtons
A J Thomson FCA
7 Wellington Square
Hastings
East Sussex
TN34 1PD

Nautical Museums Trust Limited

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Nautical Museums Trust Limited

Reference and Administrative Details

Trustees	T McDonald D Spooner A Dodge S O'Sullivan
Principal Office	Shipwreck Museum Rock A Nore Road Hastings East Sussex TN34 3DW
Registered Office	Shipwreck Museum Rock A Nore Road Hastings East Sussex TN34 3DW
Company Registration Number	01629881
Charity Registration Number	284687
Bankers	National Westminster Havelock Road Hastings East Sussex TN34 1GW CAF Bank West Malling ME19 4SQ
Independent Examiner	Manningtons A J Thomson FCA 7 Wellington Square Hastings East Sussex TN34 1PD

Nautical Museums Trust Limited

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 31 December 2022.

Trustees

P Marsden (Resigned 1 April 2022)

T McDonald

D Spooner

A Dodge

S O'Sullivan

Objects and aims

The objective for which the Trust was established remains the same - to promote the education, understanding and enjoyment of maritime history and archaeology for everyone.

The Trust regards the involvement of the public as a high priority, arranging visits by schools and other educational organisations, putting on presentations, setting up guided walks as well as ensuring visitors to the Shipwreck Museum can easily and clearly understand the stories and histories relating to the artefacts and exhibits on display.

Public benefit

In setting the charity's objectives and planning its activities, the trustees confirm that they have complied with the requirements of Section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

The trustees, as part of their report, have asked the Chairman to give an account of the main events and activities of the year, which fall within his responsibilities.

Financial review

The operating deficit of £14,015 (2021: surplus £25,552) on a total income of £92,691.

Cash at year end was £39,832 (2021: £57,247).

Policy on reserves

Following last year's formal recognition by the Board that the Trust needs to hold sufficient reserves to be able withstand any unforeseen material reduction in its income and/or and unexpected increase in costs, a sum of £5,000 has been duly set aside. This will be added to in the future.

Structure, governance and management

Nature of Governing Document

Nautical Museums Trust Limited is a company limited by guarantee governed by its Memorandum and Articles of Association. It is registered, alongside two subsidiary trusts: The Warship Ann Trust; and the Warship Resolution Trust as a charity.

Recruitment and appointment of trustees

Nautical Museums Trust Limited

Trustees' Report

Trustees can be appointed on an ad hoc basis during the year by the Board of Trustees to fill identified skill vacancies. Any trustee appointed during the year and one third of remaining trustees are subject to reappointment by members at the Annual General Meeting.

All trustees are required to register any potential conflict of interest between their personal and private interests and those of the Trust.

Organisational Structure

The trustees meet eight times a year to administer the charity and ensure compliance with all regulations and directives. This includes a regular review of the risks attached to the operation of the Trust. These risk areas cover a wide range, including, but by no means restricted to:

- (a) proper care and training for volunteers, ensuring DBS checking is implemented
- (b) overall health and safety
- (c) insurance matters (eg, fire, business interruption)
- (d) security for both personnel and artefacts
- (e) proper care of the Museum's artefacts

The Board of Trustees is currently looking to increase the number of its members to help accomplish its future action and business plans.

Museum Accreditation

The Museum has full formal accreditation from the Arts Council of England.

Nautical Museums Trust Limited

Trustees' Report

Chairman's Report

In a year fraught with uncertainties due to unpredictable social and economic conditions, the Shipwreck Museum has managed to perform remarkably well over the past twelve months. It has been difficult making forecasts based on past performance as it was believed that the lifting of restrictions in the wake of the Covid-19 pandemic had created an artificial surge in visitor numbers with a resultant increase in spending. As the initial 'euphoria' faded, and especially as the cost-of-living crisis began to bite, it proved increasingly problematic to predict how this would impact on the Museum's fortunes.

Happily, however, there has so far been no decline in visitor numbers, donations or spending in the shop. On the contrary, performance figures in each of these three areas have grown significantly.

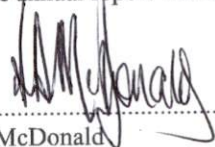
Whilst the shop has seen a welcome increase in both volume of sales and income over the past twelve months, there is understandable concern over the relentless rise in purchase costs, not to mention a number of suppliers who have ceased trading. To counter this, the decision was taken to increase the amount of stock held, a strategy not necessarily always recommended in the past, but now appears advisable in order to avoid ever more expensive repeat orders.

The suggested level for donations by contactless transactions was raised from £3 to £5. Fears that this might reduce the number of donors proved groundless and, in fact, there was a notable increase in the number of individuals, not only making a contribution but also taking the time to fill out a Gift Aid form.

Albeit that there was a net loss of approximately £11,000 this year, due to a planned high spend necessitated by essential maintenance and upgradings, the NMT/Shipwreck Museum finishes the current financial year in a relatively healthy position.

Whilst the organisation needs to increase the number of trustees and volunteers - as do countless other voluntary bodies - it is finding it quite difficult to find personnel, most of whom express an understandable wish to devote their efforts to charities which have a humanitarian aspect to their work. We have taken on a few new volunteers this year, including one with excellent promotional and social media skills. Morale remains high and there is unwavering enthusiasm for the Museum and its future, recently boosted by a remarkably busy school half-term week which saw visitor attendances reach levels never before witnessed during the winter months. The prospects are certainly promising.

The annual report was approved by the trustees of the charity on 20.4.2023 and signed on its behalf by:


.....
T McDonald
Trustee

Nautical Museums Trust Limited

Independent Examiner's Report to the trustees of Nautical Museums Trust Limited

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2022 which are set out on pages 6 to 20.

Respective responsibilities of trustees and examiner

As the charity's trustees of Nautical Museums Trust Limited (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 Nautical Museums Trust Limited 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 Nautical Museums Trust Limited 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.



A J Thomson FCA
Manningtons

7 Wellington Square
Hastings
East Sussex
TN34 1PD

Date: 25th April 2023.

Nautical Museums Trust Limited

Statement of Financial Activities for the Year Ended 31 December 2022 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2022 £
Income and Endowments from:				
Donations and legacies	2	22,380	-	22,380
Other trading activities	3	70,311	-	70,311
Total Income		<u>92,691</u>	<u>-</u>	<u>92,691</u>
Expenditure on:				
Raising funds	5	(63,580)	(1,500)	(65,080)
Charitable activities	6	(41,626)	-	(41,626)
Total Expenditure		<u>(105,206)</u>	<u>(1,500)</u>	<u>(106,706)</u>
Net expenditure		<u>(12,515)</u>	<u>(1,500)</u>	<u>(14,015)</u>
Net movement in funds		(12,515)	(1,500)	(14,015)
Reconciliation of funds				
Total funds brought forward		<u>84,329</u>	<u>3,000</u>	<u>87,329</u>
Total funds carried forward	18	<u>71,814</u>	<u>1,500</u>	<u>73,314</u>
	Note	Unrestricted funds £	Restricted funds £	Total 2021 £
Income and Endowments from:				
Donations and legacies	2	39,875	3,000	42,875
Other trading activities	3	58,854	-	58,854
Other income	4	2,707	-	2,707
Total income		<u>101,436</u>	<u>3,000</u>	<u>104,436</u>
Expenditure on:				
Raising funds	5	(58,068)	-	(58,068)
Charitable activities	6	(19,816)	(1,000)	(20,816)
Total expenditure		<u>(77,884)</u>	<u>(1,000)</u>	<u>(78,884)</u>
Net income		23,552	2,000	25,552
Transfers between funds		<u>1,900</u>	<u>(1,900)</u>	<u>-</u>
Net movement in funds		25,452	100	25,552
Reconciliation of funds				
Total funds brought forward		<u>58,877</u>	<u>2,900</u>	<u>61,777</u>
Total funds carried forward	18	<u>84,329</u>	<u>3,000</u>	<u>87,329</u>

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

The notes on pages 10 to 20 form an integral part of these financial statements.

Nautical Museums Trust Limited

**Statement of Financial Activities for the Year Ended 31 December 2022
(Including Income and Expenditure Account and Statement of Total Recognised Gains
and Losses)**

The funds breakdown for 2021 is shown in note 18.

The notes on pages 10 to 20 form an integral part of these financial statements.

Nautical Museums Trust Limited
(Registration number: 01629881)
Balance Sheet as at 31 December 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	13	29,015	32,182
Current assets			
Stocks	14	3,811	1,857
Debtors	15		
- due within one year		2,066	302
Cash at bank and in hand	16	39,832	57,247
		45,709	59,406
Creditors: Amounts falling due within one year	17	(1,410)	(4,259)
Net current assets		44,299	55,147
Net assets		73,314	87,329
Funds of the charity:			
Restricted income funds			
Restricted funds		1,500	3,000
Unrestricted income funds			
Unrestricted funds		71,814	84,329
Total funds	18	73,314	87,329

The notes on pages 10 to 20 form an integral part of these financial statements.

Nautical Museums Trust Limited
(Registration number: 01629881)
Balance Sheet as at 31 December 2022

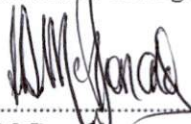
For the financial year ending 31 December 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements on pages 6 to 20 were approved by the trustees, and authorised for issue on ~~20.4.2023~~ and signed on their behalf by:


.....
T McDonald
Trustee

The notes on pages 10 to 20 form an integral part of these financial statements.

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2022

1 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 2015) - (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

Nautical Museums Trust Limited 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 the Charity has sufficient reserves to continue as a going concern and continue to review ways to ensure future financial sustainability. There are no significant areas of uncertainty that affect the carrying value of assets held by the Charity.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

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.

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.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2022

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.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

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.

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.

Government grants

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

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.

Tangible fixed assets

Individual fixed assets costing £500.00 or more are initially recorded at cost.

The Charity maintains an Accession Register and the majority of the artefacts have been donated to or are on loan to the charity and therefore no valuation has been carried out and the artefacts are not included in the charity's Balance Sheet.

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2022

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Building Conversion	2% on cost
Exhibition Cases and Fittings	12.5% on cost
Office Equipment	20% Straight Line

Stock

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regard for obsolete and slow moving stocks. Cost is determined using the first-in, first-out (FIFO).

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price.

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.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the Charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

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

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2022

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the trustees.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

2 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total funds £
Donations and legacies;			
Donations from individuals	16,314	-	16,314
Gift aid reclaimed	2,066	-	2,066
Grants, including capital grants;			
Government grants	4,000	-	4,000
Total for 2022	<u>22,380</u>	<u>-</u>	<u>22,380</u>
Total for 2021	<u>39,875</u>	<u>3,000</u>	<u>42,875</u>

3 Income from other trading activities

	Unrestricted funds General £	Total funds £
Trading income;		
Sales of goods and services	68,474	68,474
Events income;		
Other events income	1,837	1,837
Total for 2022	<u>70,311</u>	<u>70,311</u>
Total for 2021	<u>58,854</u>	<u>58,854</u>

4 Other income

	Unrestricted funds General £	Total funds £
Total for 2021	<u>2,707</u>	<u>2,707</u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2022

5 Expenditure on raising funds

a) Costs of trading activities

	Unrestricted funds General £	Restricted funds £	Total funds £
Costs of goods sold	28,600	-	28,600
Membership subscriptions	1,142	-	1,142
Marketing and publicity	1,272	1,500	2,772
Depreciation, amortisation and other similar costs	3,167	-	3,167
Other direct costs of activities for generating funds	28,195	-	28,195
Total for 2022	<u>62,376</u>	<u>1,500</u>	<u>63,876</u>
Total for 2021	<u>56,843</u>	<u>-</u>	<u>56,843</u>

b) Investment management costs

	Unrestricted funds General £	Total funds £
Finance charges;		
Bank charges	1,204	1,204
Total for 2022	<u>1,204</u>	<u>1,204</u>
Total for 2021	<u>1,225</u>	<u>1,225</u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2022

6 Expenditure on charitable activities

	Note	Unrestricted funds General £	Restricted funds £	Total funds £
Staff costs		1,149	-	1,149
Allocated support costs		5,283	-	5,283
Governance costs	7	6,782	-	6,782
Activities undertaken directly		<u>28,412</u>	<u>-</u>	<u>28,412</u>
Total for 2022		<u>41,626</u>	<u>-</u>	<u>41,626</u>
Total for 2021		<u>19,816</u>	<u>1,000</u>	<u>20,816</u>

In addition to the expenditure analysed above, there are also governance costs of £6,782 (2021 - £6,532) which relate directly to charitable activities. See note 7 for further details.

7 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total funds £
Independent examiner fees		
Examination of the financial statements	1,104	1,104
Legal and Professional fees	<u>5,678</u>	<u>5,678</u>
Total for 2022	<u>6,782</u>	<u>6,782</u>
Total for 2021	<u>6,532</u>	<u>6,532</u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2022

8 Net incoming/outgoing resources

Net (outgoing)/incoming resources for the year include:

	2022 £	2021 £
Depreciation of fixed assets	3,167	3,172
Finance charges payable	1,204	1,225

9 Trustees remuneration and expenses

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

10 Staff costs

The aggregate payroll costs were as follows:

	2022 £	2021 £
Staff costs during the year were:		
Wages and salaries	28,195	23,783
Pension costs	1,149	516
	<u>29,344</u>	<u>24,299</u>

No employee received emoluments of more than £60,000 during the year.

11 Independent examiner's remuneration

	2022 £	2021 £
Examination of the financial statements	<u>1,104</u>	<u>1,056</u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2022

12 Taxation

The charity is a registered charity and is therefore exempt from taxation.

13 Tangible fixed assets

	Building Conversion £	Exhibition Cases and Fittings £	Office Equipment £	Total £
Cost				
At 1 January 2022	95,798	68,360	20,293	184,451
At 31 December 2022	95,798	68,360	20,293	184,451
Depreciation				
At 1 January 2022	67,502	67,187	17,580	152,269
Charge for the year	1,916	240	1,011	3,167
At 31 December 2022	69,418	67,427	18,591	155,436
Net book value				
At 31 December 2022	26,380	933	1,702	29,015
At 31 December 2021	28,296	1,173	2,713	32,182

14 Stock

	2022 £	2021 £
Stocks	3,811	1,857

15 Debtors

	2022 £	2021 £
Trade debtors	2,066	302

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2022

16 Cash and cash equivalents

	2022 £	2021 £
Cash on hand	1,099	1,250
Cash at bank	35,780	53,459
Short-term deposits	2,953	2,538
	<u>39,832</u>	<u>57,247</u>

17 Creditors: amounts falling due within one year

	2022 £	2021 £
Trade creditors	-	2,324
Other taxation and social security	306	603
Accruals	1,104	1,332
	<u>1,410</u>	<u>4,259</u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2022

18 Funds

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Balance at 31 December 2022 £
Unrestricted				
<i>General</i>				
Unrestricted Fund	79,329	92,691	(105,206)	66,814
<i>Designated</i>				
Designated Fund	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>5,000</u>
Total Unrestricted	84,329	92,691	(105,206)	71,814
Restricted				
Royal Pavillion	<u>3,000</u>	<u>-</u>	<u>(1,500)</u>	<u>1,500</u>
Total funds	<u>87,329</u>	<u>92,691</u>	<u>(106,706)</u>	<u>73,314</u>

	Balance at 1 January 2021 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2021 £
Unrestricted funds					
<i>General</i>					
Unrestricted Fund	58,877	101,436	(77,884)	(3,100)	79,329
<i>Designated</i>					
Designated Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>5,000</u>
Total unrestricted funds	<u>58,877</u>	<u>101,436</u>	<u>(77,884)</u>	<u>1,900</u>	<u>84,329</u>
Restricted					
Sussex Foundation	1,000	-	(1,000)	-	-
Foreshore Trust Small & Events Grant Programme	1,900	-	-	(1,900)	-
Royal Pavillion	<u>-</u>	<u>3,000</u>	<u>-</u>	<u>-</u>	<u>3,000</u>
Total restricted funds	<u>2,900</u>	<u>3,000</u>	<u>(1,000)</u>	<u>(1,900)</u>	<u>3,000</u>
Total funds	<u>61,777</u>	<u>104,436</u>	<u>(78,884)</u>	<u>-</u>	<u>87,329</u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2022

The specific purposes for which the funds are to be applied are as follows:

Sussex Foundation - Grant to Upgrade Website

Foreshore Trust Small and Events Grant Programme - Grant for an educational event

Royal Pavillion - Consultancy and Recruitment

19 Analysis of net funds

	At 1 January 2022 £	Financing cash flows £	At 31 December 2022 £
Cash at bank and in hand	<u>57,247</u>	<u>(17,415)</u>	<u>39,832</u>
Net debt	<u>57,247</u>	<u>(17,415)</u>	<u>39,832</u>

Nautical Museums Trust Limited

Detailed Statement of Financial Activities for the Year Ended 31 December 2022

	Total 2022 £	Total 2021 £
Income and Endowments from:		
Donations and legacies (analysed below)	22,380	42,875
Other trading activities (analysed below)	70,311	58,854
Other income (analysed below)	-	2,707
	<u>92,691</u>	<u>104,436</u>
Total income		
Expenditure on:		
Raising funds (analysed below)	(65,080)	(58,068)
Charitable activities (analysed below)	(41,626)	(20,816)
	<u>(106,706)</u>	<u>(78,884)</u>
Total expenditure		
Net (expenditure)/income	<u>(14,015)</u>	<u>25,552</u>
Net movement in funds	(14,015)	25,552
Reconciliation of funds		
Total funds brought forward	<u>87,329</u>	<u>61,777</u>
Total funds carried forward	<u>73,314</u>	<u>87,329</u>

This page does not form part of the statutory financial statements.

Nautical Museums Trust Limited

Detailed Statement of Financial Activities for the Year Ended 31 December 2022

	Total 2022 £	Total 2021 £
<i>Donations and legacies</i>		
Other	16,314	9,543
Gift Aid tax Reclaimed	2,066	2,539
Grants Receivable	-	3,000
UK Government Grants	4,000	27,793
	22,380	42,875
<i>Other trading activities</i>		
Sales of purchased goods	68,474	57,224
Charitable Activities/Events	1,837	1,630
	70,311	58,854
<i>Other income</i>		
(Profit)/loss on disposal of tangible fixed assets	-	2,707
	-	2,707
<i>Raising funds</i>		
Purchases	(28,600)	(26,706)
Wages and salaries	-	(507)
Trade subscriptions	(1,142)	(331)
Bank charges	(1,204)	(1,090)
Bank Interest payable - admin	-	(135)
Other Interest payable	-	(2)
Wages and salaries	(28,195)	(21,612)
Computer Software and Maintenance	-	(1,662)
Advertising - support costs	(1,500)	-
Advertising	(1,272)	(2,851)
Depreciation of freehold property	(1,916)	(1,916)
Depreciation of fixtures and fittings	(240)	(240)
Depreciation of office equipment	(1,011)	(1,016)
	(65,080)	(58,068)
<i>Charitable activities</i>		
Repairs and maintenance	-	(1,858)
Sundry expenses	2	-
Sundry expenses	(363)	(158)
Pension Costs	(1,149)	(516)
Casual Wages	(450)	-
Travelling	(56)	(409)
Rent and rates	(1,224)	-
Water rates	(221)	(113)

This page does not form part of the statutory financial statements.

Nautical Museums Trust Limited

Detailed Statement of Financial Activities for the Year Ended 31 December 2022

	Total 2022 £	Total 2021 £
Light, heat and power	(3,677)	(2,182)
Insurance	(3,332)	(2,582)
Repairs and maintenance	(20,384)	(2,190)
Telephone and fax	(3,205)	(1,821)
Computer and website costs	-	(1,000)
Printing, postage and stationery	(785)	(498)
Printing, postage and stationery	-	(307)
Consultancy	-	(650)
Legal and professional fees - Independent Examination	(1,104)	(1,056)
Legal and professional fees	<u>(5,678)</u>	<u>(5,476)</u>
	<u>(41,626)</u>	<u>(20,816)</u>

NAUTICAL MUSEUMS TRUST LIMITED

England & Wales - Charity number 284687

Accounts

Company registration number: 01629881

Charity registration number: 284687

Nautical Museums Trust Limited

(A company limited by guarantee, incorporating The
Warship Ann Trust and the Warship Resolution Trust)

Annual Report and Financial Statements
for the Year Ended 31 December 2021

Manningtons
A J Thomson FCA
7 Wellington Square
Hastings
East Sussex
TN34 1PD

Nautical Museums Trust Limited

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Nautical Museums Trust Limited

Reference and Administrative Details

Trustees	P Marsden T McDonald D Spooner A Dodge S O'Sullivan
Principal Office	Shipwreck Museum Rock A Nore Road Hastings East Sussex TN34 3DW
Registered Office	Shipwreck Museum Rock A Nore Road Hastings East Sussex TN34 3DW
Company Registration Number	01629881
Charity Registration Number	284687
Bankers	National Westminster Havelock Road Hastings East Sussex TN34 1GW CAF Bank West Malling ME19 4SQ
Independent Examiner	Manningtons A J Thomson FCA 7 Wellington Square Hastings East Sussex TN34 1PD

Nautical Museums Trust Limited

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 31 December 2021.

Trustees

P Marsden

T McDonald

D Spooner

N McClure (Resigned 13 May 2021)

A Dodge

S O'Sullivan

Objects and aims

The objective for which the Trust was established remains the same - to promote the education, understanding and enjoyment of maritime history and archaeology for everyone.

The Trust regards the involvement of the public as a high priority, arranging visits by schools and other educational organisations, putting on presentations, setting up guided walks as well as ensuring visitors to the Shipwreck Museum can easily and clearly understand the stories and histories relating to the artefacts and exhibits on display.

Public benefit

In setting the charity's objectives and planning its activities, the trustees confirm that they have complied with the requirements of Section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

The trustees, as part of their report, have asked the Chairman to give an account of the main events and activities of the year, which fall within his responsibilities.

Financial review

The operating surplus of £28,724 before depreciation (2020: surplus £13,648) on a total income of £104,436.

Cash at year end was £57,247 (2020: £41,225).

A Government Business Bounce Back Loan of £17,500 has been repaid.

Policy on reserves

Following last year's formal recognition by the Board that the Trust needs to hold sufficient reserves to be able withstand any unforeseen material reduction in its income and/or and unexpected increase in costs, a sum of £5,000 has been duly set aside. This will be added to in the future.

Structure, governance and management

Nature of Governing Document

Nautical Museums Trust Limited is a company limited by guarantee governed by its Memorandum and Articles of Association. It is registered, alongside two subsidiary trusts: The Warship Ann Trust; and the Warship Resolution Trust as a charity.

Nautical Museums Trust Limited

Trustees' Report

Recruitment and appointment of trustees

Trustees can be appointed on an ad hoc basis during the year by the Board of Trustees to fill identified skill vacancies. Any trustee appointed during the year and one third of remaining trustees are subject to reappointment by members at the Annual General Meeting.

All trustees are required to register any potential conflict of interest between their personal and private interests and those of the Trust.

Organisational Structure

The trustees meet eight times a year to administer the charity and ensure compliance with all regulations and directives. This includes a regular review of the risks attached to the operation of the Trust. These risk areas cover a wide range, including, but by no means restricted to:

- (a) proper care and training for volunteers, ensuring DBS checking is implemented
- (b) overall health and safety
- (c) insurance matters (eg. fire, business interruption)
- (d) security for both personnel and artefacts
- (e) proper care of the Museum's artefacts

The Board of Trustees is currently looking to increase the number of its members to help accomplish its future action and business plans.

Museum Accreditation

The Museum has full formal accreditation from the Arts Council of England.

Nautical Museums Trust Limited

Trustees' Report

Chairman's Report

The ongoing COVID-19 pandemic and its accompanying lockdowns, restrictions and other curtailments inevitably presented severe obstacles. The Museum was not able to reopen its doors to visitors until May 21st, which essentially meant there was only $\frac{3}{5}$ of a year's operational time in 2021!

Notwithstanding these problems, the Museum has been able to successfully weather the storm, as witnessed by the financial figures. Following reopening, visitor numbers quickly returned to pre-pandemic levels while donations and shop sales exceeded those of many previous years - and those were when the building was open all year round! The total number of visitors was 47,722 compared to 61,245 in the 2019 full year.

However, we are by no means being complacent. It is impossible to predict what post-pandemic visitor patterns will be, nor how people's spending habits will be affected by rises in the overall cost of living. This makes long-term planning even more hazardous than usual and, while there has been a proposal to amend the Museum's focus from a generalised overview of shipwrecks to one concentrating more on local maritime history, it is probably unwise to undertake drastic changes at this time. The present approach appears to be working very well and it is on the basis of this current strategy that short- to medium-term decisions will be made. Once a clearer picture emerges, it should then be possible to more confidently and accurately formulate longer-term ambitions.

The decision has been made to continue with important modernisation and upgrading work, begun the previous year after a long period of comparative inactivity, and which has already proven beneficial in terms of favourable visitor response which, in turn, has resulted in a public willingness to make larger donations as well as leading to increased sales in the shop.

In order to assist with the smooth running of the Museum, the Trustees decided to appoint an administrator on a part-time basis. This has resulted in much greater efficiency and allowed Trustees and volunteers to concentrate on their specific roles leaving the routine but absolutely essential day-to-day business procedures to a dedicated member of staff.

It is heartening to note the mood of confidence, optimism and determination to succeed which prevails amongst everyone connected with the Museum. It bodes well for the future.

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

.....
D Spooner
Trustee

Nautical Museums Trust Limited

Independent Examiner's Report to the trustees of Nautical Museums Trust Limited

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2021 which are set out on pages 6 to 20.

Respective responsibilities of trustees and examiner

As the charity's trustees of Nautical Museums Trust Limited (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 Nautical Museums Trust Limited 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 Nautical Museums Trust Limited 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.

.....

A J Thomson FCA
Manningtons

7 Wellington Square
Hastings
East Sussex
TN34 1PD

Date:.....

Nautical Museums Trust Limited

Statement of Financial Activities for the Year Ended 31 December 2021 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2021 £
Income and Endowments from:				
Donations and legacies	2	39,875	3,000	42,875
Other trading activities	3	58,854	-	58,854
Other income	4	2,707	-	2,707
Total Income		<u>101,436</u>	<u>3,000</u>	<u>104,436</u>
Expenditure on:				
Raising funds	5	(60,259)	-	(60,259)
Charitable activities	6	(17,625)	(1,000)	(18,625)
Total Expenditure		<u>(77,884)</u>	<u>(1,000)</u>	<u>(78,884)</u>
Net income		23,552	2,000	25,552
Transfers between funds		1,900	(1,900)	-
Net movement in funds		25,452	100	25,552
Reconciliation of funds				
Total funds brought forward		<u>58,877</u>	<u>2,900</u>	<u>61,777</u>
Total funds carried forward	19	<u>84,329</u>	<u>3,000</u>	<u>87,329</u>
	Note	Unrestricted funds £	Restricted funds £	Total 2020 £
Income and Endowments from:				
Donations and legacies	2	33,780	2,900	36,680
Other trading activities	3	2,842	-	2,842
Total income		<u>36,622</u>	<u>2,900</u>	<u>39,522</u>
Expenditure on:				
Raising funds	5	(12,804)	-	(12,804)
Charitable activities	6	(16,556)	-	(16,556)
Total expenditure		<u>(29,360)</u>	<u>-</u>	<u>(29,360)</u>
Net income		<u>7,262</u>	<u>2,900</u>	<u>10,162</u>
Net movement in funds		7,262	2,900	10,162
Reconciliation of funds				
Total funds brought forward		<u>51,616</u>	<u>-</u>	<u>51,616</u>
Total funds carried forward	19	<u>58,878</u>	<u>2,900</u>	<u>61,778</u>

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

The notes on pages 10 to 20 form an integral part of these financial statements.

Nautical Museums Trust Limited

**Statement of Financial Activities for the Year Ended 31 December 2021
(Including Income and Expenditure Account and Statement of Total Recognised Gains
and Losses)**

The funds breakdown for 2020 is shown in note 19.

The notes on pages 10 to 20 form an integral part of these financial statements.

Nautical Museums Trust Limited
(Registration number: 01629881)
Balance Sheet as at 31 December 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	13	32,182	37,637
Current assets			
Stocks	14	1,857	2,538
Debtors	15		
- due within one year		302	395
Cash at bank and in hand	16	<u>57,247</u>	<u>41,225</u>
		59,406	44,158
Creditors: Amounts falling due within one year	17	<u>(4,259)</u>	<u>(2,517)</u>
Net current assets		<u>55,147</u>	<u>41,641</u>
Total assets less current liabilities		87,329	79,278
Creditors: Amounts falling due after more than one year	18	<u>-</u>	<u>(17,500)</u>
Net assets		<u>87,329</u>	<u>61,778</u>
Funds of the charity:			
Restricted income funds			
Restricted funds		3,000	2,900
Unrestricted income funds			
Unrestricted funds		<u>84,329</u>	<u>58,878</u>
Total funds	19	<u>87,329</u>	<u>61,778</u>

The notes on pages 10 to 20 form an integral part of these financial statements.

Nautical Museums Trust Limited
(Registration number: 01629881)
Balance Sheet as at 31 December 2021

For the financial year ending 31 December 2021 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 accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements on pages 6 to 20 were approved by the trustees, and authorised for issue on and signed on their behalf by:

.....
D Spooner
Trustee

The notes on pages 10 to 20 form an integral part of these financial statements.

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

1 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 2015) - (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

Nautical Museums Trust Limited 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 the Charity has sufficient reserves to continue as a going concern but are urgently reviewing ways to ensure future financial sustainability. There are no significant areas of uncertainty that affect the carrying value of assets held by the Charity.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

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.

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.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

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.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

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.

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.

Government grants

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

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.

Tangible fixed assets

Individual fixed assets costing £500.00 or more are initially recorded at cost.

The Charity maintains an Accession Register and the majority of the artefacts have been donated to or are on loan to the charity and therefore no valuation has been carried out and the artefacts are not included in the charity's Balance Sheet.

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Building Conversion	2% on cost
Exhibition Cases and Fittings	12.5% on cost
Office Equipment	20% Straight Line

Stock

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regard for obsolete and slow moving stocks. Cost is determined using the first-in, first-out (FIFO).

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price.

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.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the Charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

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

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the trustees.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

2 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total funds £
Donations and legacies;			
Donations from individuals	9,543	-	9,543
Gift aid reclaimed	2,539	-	2,539
Grants, including capital grants;			
Government grants	27,793	-	27,793
Donations from community groups	-	3,000	3,000
Total for 2021	39,875	3,000	42,875
Total for 2020	33,780	2,900	36,680

3 Income from other trading activities

	Unrestricted funds General £	Total funds £
Trading income;		
Sales of goods and services	57,224	57,224
Events income;		
Other events income	1,630	1,630
Total for 2021	58,854	58,854
Total for 2020	2,842	2,842

4 Other income

	Unrestricted funds General £	Total funds £
Gains on sale of tangible fixed assets for charity's own use	2,707	2,707
Total for 2021	2,707	2,707

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

5 Expenditure on raising funds

a) Costs of trading activities

	Note	Unrestricted funds General £	Total funds £
Costs of goods sold		26,706	26,706
Membership subscriptions		331	331
Marketing and publicity		2,851	2,851
Depreciation, amortisation and other similar costs		3,172	3,172
Other direct costs of activities for generating funds		25,974	25,974
Total for 2021		<u>59,034</u>	<u>59,034</u>
Total for 2020		<u>12,288</u>	<u>12,288</u>

b) Investment management costs

	Note	Unrestricted funds General £	Total funds £
Finance charges; Bank charges		<u>1,225</u>	<u>1,225</u>
Total for 2021		<u>1,225</u>	<u>1,225</u>
Total for 2020		<u>516</u>	<u>516</u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

6 Expenditure on charitable activities

	Note	Unrestricted funds General £	Restricted funds £	Total funds £
Staff costs		516	-	516
Allocated support costs		4,962	-	4,962
Governance costs	7	6,532	-	6,532
Activities undertaken directly		5,615	1,000	6,615
Total for 2021		<u>17,625</u>	<u>1,000</u>	<u>18,625</u>
Total for 2020		<u>16,556</u>	<u>-</u>	<u>16,556</u>

In addition to the expenditure analysed above, there are also governance costs of £6,532 (2020 - £6,424) which relate directly to charitable activities. See note 7 for further details.

7 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total funds £
Independent examiner fees		
Examination of the financial statements	1,056	1,056
Legal and Professional fees	5,476	5,476
Total for 2021	<u>6,532</u>	<u>6,532</u>
Total for 2020	<u>6,424</u>	<u>6,424</u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

8 Net incoming/outgoing resources

Net incoming resources for the year include:

	2021	2020
	£	£
Depreciation of fixed assets	3,172	3,486
Finance charges payable	1,225	516
	<u>4,397</u>	<u>4,002</u>

9 Trustees remuneration and expenses

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

10 Staff costs

The aggregate payroll costs were as follows:

	2021	2020
	£	£
Staff costs during the year were:		
Wages and salaries	25,974	5,081
Pension costs	516	218
	<u>26,490</u>	<u>5,299</u>

No employee received emoluments of more than £60,000 during the year.

11 Independent examiner's remuneration

	2021	2020
	£	£
Examination of the financial statements	<u>1,056</u>	<u>1,100</u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

12 Taxation

The charity is a registered charity and is therefore exempt from taxation.

13 Tangible fixed assets

	Building Conversion £	Exhibition Cases and Fittings £	Office Equipment £	Total £
Cost				
At 1 January 2021	95,798	71,197	20,094	187,089
Additions	-	-	199	199
Disposals	-	(2,837)	-	(2,837)
At 31 December 2021	<u>95,798</u>	<u>68,360</u>	<u>20,293</u>	<u>184,451</u>
Depreciation				
At 1 January 2021	65,586	67,302	16,564	149,452
Charge for the year	1,916	240	1,016	3,172
Eliminated on disposals	-	(355)	-	(355)
At 31 December 2021	<u>67,502</u>	<u>67,187</u>	<u>17,580</u>	<u>152,269</u>
Net book value				
At 31 December 2021	<u>28,296</u>	<u>1,173</u>	<u>2,713</u>	<u>32,182</u>
At 31 December 2020	<u>30,212</u>	<u>3,895</u>	<u>3,530</u>	<u>37,637</u>

14 Stock

	2021 £	2020 £
Stocks	<u>1,857</u>	<u>2,538</u>

15 Debtors

	2021 £	2020 £
Trade debtors	302	184
Other debtors	-	211
	<u>302</u>	<u>395</u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

16 Cash and cash equivalents

	2021 £	2020 £
Cash on hand	1,250	50
Cash at bank	53,459	26,499
Short-term deposits	2,538	14,676
	<u>57,247</u>	<u>41,225</u>

17 Creditors: amounts falling due within one year

	2021 £	2020 £
Trade creditors	2,324	1,441
Other taxation and social security	603	-
Accruals	1,332	1,076
	<u>4,259</u>	<u>2,517</u>

18 Creditors: amounts falling due after one year

	2021 £	2020 £
Bank loans	<u>-</u>	<u>17,500</u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

19 Funds

	Balance at 1 January 2021 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2021 £
Unrestricted					
<i>General</i>					
Unrestricted Fund	58,877	101,436	(77,884)	(3,100)	79,329
<i>Designated</i>					
Designated Fund	-	-	-	5,000	5,000
Total Unrestricted	58,877	101,436	(77,884)	1,900	84,329
Restricted					
Sussex Foundation	1,000	-	(1,000)	-	-
Foreshore Trust Small & Events Grant Programme	1,900	-	-	(1,900)	-
Royal Pavillion	-	3,000	-	-	3,000
Total restricted	2,900	3,000	(1,000)	(1,900)	3,000
Total funds	61,777	104,436	(78,884)	-	87,329
Balance at 31 December 2020 £					
Unrestricted funds					
<i>General</i>					
Unrestricted Fund	51,615	36,622	(29,360)		58,877
Restricted					
Sussex Foundation	-	1,000	-		1,000
Foreshore Trust Small & Events Grant Programme	-	1,900	-		1,900
Total restricted funds	-	2,900	-		2,900
Total funds	51,615	39,522	(29,360)		61,777

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

The specific purposes for which the funds are to be applied are as follows:

Sussex Foundation - Grant to Upgrade Website

Foreshore Trust Small and Events Grant Programme - Grant for an educational event

Royal Pavillion - Consultancy and Recruitment

20 Analysis of net funds

	At 1 January 2021 £	Financing cash flows £	At 31 December 2021 £
Cash at bank and in hand	<u>41,225</u>	<u>16,022</u>	<u>57,247</u>
Net debt	<u>41,225</u>	<u>16,022</u>	<u>57,247</u>

Nautical Museums Trust Limited

Detailed Statement of Financial Activities for the Year Ended 31 December 2021

	Total 2021 £	Total 2020 £
Income and Endowments from:		
Donations and legacies (analysed below)	42,875	36,680
Other trading activities (analysed below)	58,854	2,842
Other income (analysed below)	2,707	-
Total income	<u>104,436</u>	<u>39,522</u>
Expenditure on:		
Raising funds (analysed below)	(60,259)	(12,804)
Charitable activities (analysed below)	<u>(18,625)</u>	<u>(16,556)</u>
Total expenditure	<u>(78,884)</u>	<u>(29,360)</u>
Net income	<u>25,552</u>	<u>10,162</u>
Net movement in funds	25,552	10,162
Reconciliation of funds		
Total funds brought forward	<u>61,777</u>	<u>51,616</u>
Total funds carried forward	<u><u>87,329</u></u>	<u><u>61,778</u></u>

Nautical Museums Trust Limited

Detailed Statement of Financial Activities for the Year Ended 31 December 2021

	Total 2021 £	Total 2020 £
<i>Donations and legacies</i>		
Museum	-	805
Other	9,543	-
Other	-	975
Gift Aid tax Reclaimed	2,539	-
Grants Receivable - Sussex Foundation	-	1,000
Grants Receivable - Foreshore Trust Small and Events Grant	-	1,900
Grants Receivable	3,000	-
Grants Receivable - Primrose	-	5,000
UK Government Grants	27,793	27,000
	<u>42,875</u>	<u>36,680</u>
<i>Other trading activities</i>		
Sales of purchased goods	57,224	-
Sales of purchased goods	-	2,578
Charitable Activities/Events	1,630	264
	<u>58,854</u>	<u>2,842</u>
<i>Other income</i>		
(Profit)/loss on disposal of tangible fixed assets	2,707	-
	<u>2,707</u>	<u>-</u>
<i>Raising funds</i>		
Purchases	(26,706)	(1,745)
Wages and salaries	(507)	-
Trade subscriptions	(331)	(221)
Bank charges	-	(426)
Bank charges	(1,090)	(90)
Bank Interest payable - admin	(135)	-
Other Interest payable	(2)	-
Wages and salaries	(21,611)	(4,468)
Repairs and maintenance	(2,190)	(400)
Computer Software and Maintenance	(1,664)	(213)
Advertising	(2,851)	(1,755)
Depreciation of freehold property	(1,916)	(1,915)
Depreciation of fixtures and fittings	(240)	(595)
Depreciation of office equipment	(1,016)	(976)
	<u>(60,259)</u>	<u>(12,804)</u>
<i>Charitable activities</i>		
Repairs and maintenance	(1,858)	-

This page does not form part of the statutory financial statements.

Nautical Museums Trust Limited

Detailed Statement of Financial Activities for the Year Ended 31 December 2021

	Total 2021 £	Total 2020 £
Repairs and maintenance	-	(1,933)
Sundry expenses	(158)	(133)
Pension Costs	(516)	(218)
Travelling	(409)	-
Rent and rates	-	(307)
Water rates	(113)	(68)
Light, heat and power	(2,181)	(1,599)
Insurance	(2,582)	(3,256)
Repairs and maintenance	-	(464)
Telephone and fax	(1,821)	(1,814)
Computer and website costs	(1,000)	-
Printing, postage and stationery	-	(340)
Printing, postage and stationery	(499)	-
Printing, postage and stationery	(306)	-
Consultancy	(650)	-
Legal and professional fees - Independent Examination	(1,056)	(1,100)
Legal and professional fees	(5,476)	(5,324)
	<u>(18,625)</u>	<u>(16,556)</u>

This page does not form part of the statutory financial statements.

NAUTICAL MUSEUMS TRUST LIMITED

England & Wales - Charity number 284687

Accounts

Company registration number: 01629881

Charity registration number: 284687

Nautical Museums Trust Limited

(A company limited by guarantee, incorporating The
Warship Ann Trust and the Warship Resolution Trust)

Annual Report and Financial Statements
for the Year Ended 31 December 2020

Manningtons
A J Thomson FCA
7 Wellington Square
Hastings
East Sussex
TN34 1PD

Nautical Museums Trust Limited

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Nautical Museums Trust Limited

Reference and Administrative Details

Trustees	P Marsden T McDonald D Spooner A Dodge S O'Sullivan
Principal Office	Shipwreck Museum Rock A Nore Road Hastings East Sussex TN34 3DW
Registered Office	Shipwreck Museum Rock A Nore Road Hastings East Sussex TN34 3DW
Company Registration Number	01629881
Charity Registration Number	284687
Bankers	National Westminster Havelock Road Hastings East Sussex TN34 1GW CAF Bank West Malling ME19 4SQ
Independent Examiner	Manningtons A J Thomson FCA 7 Wellington Square Hastings East Sussex TN34 1PD

Nautical Museums Trust Limited

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 31 December 2020.

Trustees

H Luke (Resigned 28 September 2020)

P Marsden

T McDonald

D Spooner

N McClure (Resigned 13 May 2021)

R Rees (Resigned 31 May 2020)

A Dodge (appointed 25 June 2020)

A Hedger (appointed 25 June 2020 and Resigned 22 September 2020)

S O'Sullivan (appointed 7 December 2020)

Objects and aims

The objective for which the Trust was established is to promote the advancement of the education of the public in nautical history and archaeology, by the provision of the museum or museums. This is to be achieved by the acquisition, restoration and preservation of nautical exhibits of historical importance for the display in the museum, for the public benefit.

The Trust promotes and encourages the involvement of local community organisations, by the arrangement of lectures, schools visits, training courses, audio video film shows, exhibitions and conferences to ensure that the public is informed of the matters connected with nautical history and archaeology.

The Trust encourages the protection of archaeological sites of importance in nautical history.

Public benefit

In setting the charity's objectives and planning its activities, the trustees confirm that they have complied with the requirements of Section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

As part of our charitable public benefit objectives we continue to offer free admission to our museum, relying on the profits of our small gift shop, events and public donations to cover our costs.

The trustees, as part of their report, have asked the Chairman to give an account of the main events and activities of the year, which fall within his responsibilities.

Nautical Museums Trust Limited

Trustees' Report

Financial review

The operating surplus of £13,648 before depreciation (2019: surplus £11,860) on a total income of £39,522.

Cash at year end was £40,813 (2019: £15,479).

Provision has been made for the eventual repayment of a £17,500 Government Business Bounce Back Loan.

Policy on reserves

The trustees recognise that the Trust needs to hold sufficient reserves to be able to withstand an unforeseen material reduction in its income; and/or an unexpected increase in costs in particular of costs associated with the fabric of the museum.

Until recently, current reserves do not provide that level of comfort. At present, the reserves are higher but not quite at a level to allow significant development. Receipt of grants in recent months, along with an increase in income from shop sales and donations, has somewhat improved the position although trustees have agreed that efforts to increase retained earnings over the next three to five years and improve our reserve situation must be strengthened.

Structure, governance and management

Nature of Governing Document

Nautical Museums Trust Limited is a company limited by guarantee governed by its memorandum and articles of association. It is registered, alongside two subsidiary trusts: The Warship Ann Trust; and the Warship Resolution Trust as a charity.

Recruitment and appointment of trustees

Trustees can be appointed on an ad hoc basis during the year by the Board of Trustees to fill identified skill vacancies. Any trustee appointed during the year and one third of remaining trustees are subject to reappointment by members at the Annual General Meeting.

All trustees are required to register any potential conflict of interest between their personal and private interests and those of the Trust.

Organisational Structure

The trustees meet eight times a year to administer the charity. Individual trustees are required to deal with a number of day-to-day affairs of the Trust, supported by volunteers, although the appointment of a part-time administrator in April 2021 has significantly reduced this burden.

Major risks and the management of these risks

General risk management

The trustees review the risks attached to the operation of the Trust on a continuous basis at each Board Meeting. Identified risks are then allocated risk management procedures and strategies designed to minimise any potential impact on the charity should those risks materialize.

Museum Accreditation

Nautical Museums Trust Limited

Trustees' Report

In order to hold historic artefacts the Trust is encouraged to gain formal Accreditation from the designated body namely Arts Council England which is awarded for a 5 year period. The Museum gained formal Accreditation during 2019.

Volunteer recruitment, training and safeguarding

The Trust is reliant upon volunteers to keep the museum open throughout the year. All volunteers are DBS checked and training is implemented to ensure volunteers are both well briefed on the exhibits on show in the museum and also on the safeguarding issues inherent in school and similar visits.

Visits to wrecks

Usually, a regular programme of accompanied visits and talks are made to the wreck of The Amsterdam, lying on the beach in Bulverhythe. These visits are subject to risk review and a recent risk assessment. However, due to coronavirus restrictions and limitations, these events had to be suspended from March 2020.

Other risks

Other risks include fire and business interruption are subject to review and the Trust maintains adequate insurance to mitigate these risks.

Nautical Museums Trust Limited

Trustees' Report

Chairman's Report

I herewith present my Report for the year ended 31 December 2020. It goes without saying that, along with the countless other organisations and institutions, 2020 was a year fraught with unprecedented problems and difficulties for the Nautical Museums Trust (NMT) and the Shipwreck Museum as the pandemic tightened its stranglehold.

However, during this period, the Museum was successful in applying for a number of grants made available by Government and other bodies to enable businesses and organisations to survive the prolonged lockdown. Building on our already improved financial position, achieved by the previous Treasurer, and exercising careful husbandry of resources, we were able to slowly but steadily increase and consolidate the Museum's monetary situation.

With the welcome return to surplus after a somewhat prolonged period of deficit in 2018-2019, we have been able to maintain that surplus in spite of being unable to open the Museums doors to the public. This has enabled us to continue a programme of improvement and upgrading to the building, including the installation of new signage, both interior and exterior, painting (again, both inside and outside) and a general overall deep cleaning of the premises. In addition, a new till, card machine and accounting software were installed and work has begun on rationalizing the archive and documentation within the Museum.

We have made significant efforts to improve relations with the surrounding community and businesses which, in truth, had not been given much priority in the past. This has enabled us to co-operate in efforts to raise the profile of the immediate area in which the Museum is located which has certainly played a part in helping to increase the number of visitors and tourists. This co-operation is in addition to our continuing partnership with organisations such as 1066 Country, the Stade Partnership and the Coastal Users Group


Visitors are our lifeblood, both economically and in terms of fulfilling our mission. We continue to offer free entry for visitors, relying upon the profits of our gift shop, events and public donations to fund the Trust's work. As mentioned above, visitor numbers were cut to next to nothing as a result of the lockdown in March 2020. Although the government subsequently announced certain relaxations, it proved impossible for the Museum to comply with the requirements due to a number of reasons. The layout of the building, with its narrow corridors and other 'pinch points', made it impossible to reliably achieve the requisite social distancing. Also, with a comparatively small number of volunteers available at any one time, adequate stewardship and control could not be guaranteed. This highly unwelcome state of affairs was to last for fourteen months.

The lockdown also meant our planned series of talks, workshops, events, educational visits, etc could not be undertaken.

It also meant that we were obliged to furlough the Museum's shop manager for a number of months.

In spite of all the problems and obstacles, the year ended with trustees, staff and volunteers in good spirits and a reinforced determination to continue to strive towards the future success of the Shipwreck Museum.

The annual report was approved by the trustees of the charity on 10/09/21 and signed on its behalf by:


.....
D Spooner
Trustee

Nautical Museums Trust Limited

Independent Examiner's Report to the trustees of Nautical Museums Trust Limited

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2020 which are set out on pages 7 to 19.

Respective responsibilities of trustees and examiner

As the charity's trustees of Nautical Museums Trust Limited (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 Nautical Museums Trust Limited 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 Nautical Museums Trust Limited 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.



A J Thomson FCA
Manningtons

7 Wellington Square
Hastings
East Sussex
TN34 1PD

Date: 21/09/2021

Nautical Museums Trust Limited

Statement of Financial Activities for the Year Ended 31 December 2020 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2020 £
Income and Endowments from:				
Donations and legacies	2	33,780	2,900	36,680
Other trading activities	3	2,842	-	2,842
Total Income		<u>36,622</u>	<u>2,900</u>	<u>39,522</u>
Expenditure on:				
Raising funds	4	(12,804)	-	(12,804)
Charitable activities	5	(16,556)	-	(16,556)
Total Expenditure		<u>(29,360)</u>	<u>-</u>	<u>(29,360)</u>
Net income		<u>7,262</u>	<u>2,900</u>	<u>10,162</u>
Net movement in funds		7,262	2,900	10,162
Reconciliation of funds				
Total funds brought forward		<u>51,615</u>	<u>-</u>	<u>51,615</u>
Total funds carried forward	18	<u>58,877</u>	<u>2,900</u>	<u>61,777</u>
	Note	Unrestricted funds £	Total 2019 £	
Income and Endowments from:				
Donations and legacies	2	24,914	24,914	
Other trading activities	3	44,709	44,709	
Total income		<u>69,623</u>	<u>69,623</u>	
Expenditure on:				
Raising funds	4	(39,723)	(39,723)	
Charitable activities	5	(20,536)	(20,536)	
Total expenditure		<u>(60,259)</u>	<u>(60,259)</u>	
Net income		<u>9,364</u>	<u>9,364</u>	
Net movement in funds		9,364	9,364	
Reconciliation of funds				
Total funds brought forward		<u>42,252</u>	<u>42,252</u>	
Total funds carried forward	18	<u>51,616</u>	<u>51,616</u>	

All of the charity's activities derive from continuing operations during the above two periods.
The funds breakdown for 2019 is shown in note 18.

The notes on pages 10 to 19 form an integral part of these financial statements.

Nautical Museums Trust Limited
(Registration number: 01629881)
Balance Sheet as at 31 December 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	12	37,638	35,070
Current assets			
Stocks	13	2,538	2,594
Debtors	14		
- due within one year		393	595
Cash at bank and in hand	15	<u>41,225</u>	<u>15,479</u>
		44,156	18,668
Creditors: Amounts falling due within one year	16	<u>(2,517)</u>	<u>(2,122)</u>
Net current assets		<u>41,639</u>	<u>16,546</u>
Total assets less current liabilities		79,277	51,616
Creditors: Amounts falling due after more than one year	17	<u>(17,500)</u>	-
Net assets		<u><u>61,777</u></u>	<u><u>51,616</u></u>
Funds of the charity:			
Restricted income funds			
Restricted funds		2,900	-
Unrestricted income funds			
Unrestricted funds		<u>58,877</u>	<u>51,616</u>
Total funds	18	<u><u>61,777</u></u>	<u><u>51,616</u></u>

For the financial year ending 31 December 2020 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 accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The notes on pages 10 to 19 form an integral part of these financial statements.

Nautical Museums Trust Limited

**(Registration number: 01629881)
Balance Sheet as at 31 December 2020**

The financial statements on pages 7 to 19 were approved by the trustees, and authorised for issue on 10/09/21 and signed on their behalf by:

.....
D Spooner
Trustee

The notes on pages 10 to 19 form an integral part of these financial statements.

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

1 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 2015) - (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

Nautical Museums Trust Limited 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 the Charity has sufficient reserves to continue as a going concern but are urgently reviewing ways to ensure future financial sustainability. There are no significant areas of uncertainty that affect the carrying value of assets held by the Charity.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

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.

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.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

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.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

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.

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.

Government grants

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

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.

Tangible fixed assets

Individual fixed assets costing £500.00 or more are initially recorded at cost.

The Charity maintains an Accession Register and the majority of the artefacts have been donated to or are on loan to the charity and therefore no valuation has been carried out and the artefacts are not included in the charity's Balance Sheet.

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Building Conversion	2% on cost
Exhibition Cases and Fittings	12.5% on cost
Office Equipment	20% Straight Line

Stock

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regard for obsolete and slow moving stocks. Cost is determined using the first-in, first-out (FIFO).

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price.

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.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the Charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

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

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

2 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total funds £
Donations and legacies;			
Chalk Cliff Trust	5,000	-	5,000
Donations from individuals	1,780	-	1,780
Grants, including capital grants;			
Government grants	27,000	-	27,000
Donations from community groups	-	2,900	2,900
Total for 2020	33,780	2,900	36,680
Total for 2019	24,914	-	24,914

3 Income from other trading activities

	Unrestricted funds General £	Total funds £
Trading income;		
Sales of goods and services	2,578	2,578
Events income;		
Other events income	264	264
Total for 2020	2,842	2,842
Total for 2019	44,709	44,709

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

4 Expenditure on raising funds

a) Costs of trading activities

	Note	Unrestricted funds General £	Total funds £
Costs of goods sold		1,745	1,745
Membership subscriptions		221	221
Marketing and publicity		1,755	1,755
Depreciation, amortisation and other similar costs		3,486	3,486
Other direct costs of activities for generating funds		5,081	5,081
Total for 2020		<u>12,288</u>	<u>12,288</u>
Total for 2019		<u>38,850</u>	<u>38,850</u>

b) Investment management costs

	Note	Unrestricted funds General £	Total funds £
Finance charges; Bank charges		516	516
Total for 2020		<u>516</u>	<u>516</u>
Total for 2019		<u>873</u>	<u>873</u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

5 Expenditure on charitable activities

	Note	Unrestricted funds General £	Total funds £
Staff costs		4,350	4,350
Allocated support costs		218	218
Governance costs	6	5,564	5,564
		6,424	6,424
Total for 2020		16,556	16,556
Total for 2019		20,536	20,536

In addition to the expenditure analysed above, there are also governance costs of £6,424 (2019 - £5,953) which relate directly to charitable activities. See note 6 for further details.

6 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total funds £
Independent examiner fees		
Examination of the financial statements	1,100	1,100
Legal and Professional fees	5,324	5,324
	6,424	6,424
Total for 2020	6,424	6,424
Total for 2019	5,953	5,953

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

7 Net incoming/outgoing resources

Net incoming resources for the year include:

	2020 £	2019 £
Depreciation of fixed assets	3,486	2,496
Finance charges payable	516	873

8 Trustees remuneration and expenses

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

9 Staff costs

The aggregate payroll costs were as follows:

	2020 £	2019 £
Staff costs during the year were:		
Wages and salaries	5,081	15,420
Pension costs	218	272
	<u>5,299</u>	<u>15,692</u>

No employee received emoluments of more than £60,000 during the year.

10 Independent examiner's remuneration

	2020 £	2019 £
Examination of the financial statements	<u>1,100</u>	<u>950</u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

11 Taxation

The charity is a registered charity and is therefore exempt from taxation.

12 Tangible fixed assets

	Building Conversion £	Exhibition Cases and Fittings £	Office Equipment £	Total £
Cost				
At 1 January 2020	95,798	68,360	16,877	181,035
Additions	-	2,837	3,217	6,054
At 31 December 2020	<u>95,798</u>	<u>71,197</u>	<u>20,094</u>	<u>187,089</u>
Depreciation				
At 1 January 2020	63,670	66,707	15,587	145,964
Charge for the year	1,916	595	976	3,487
At 31 December 2020	<u>65,586</u>	<u>67,302</u>	<u>16,563</u>	<u>149,451</u>
Net book value				
At 31 December 2020	<u>30,212</u>	<u>3,895</u>	<u>3,531</u>	<u>37,638</u>
At 31 December 2019	<u>32,128</u>	<u>1,653</u>	<u>1,290</u>	<u>35,071</u>

13 Stock

	2020 £	2019 £
Stocks	<u>2,538</u>	<u>2,594</u>

14 Debtors

	2020 £	2019 £
Trade debtors	184	-
Prepayments	-	402
Other debtors	209	193
	<u>393</u>	<u>595</u>

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

15 Cash and cash equivalents

	2020 £	2019 £
Cash on hand	50	50
Cash at bank	26,499	1,776
Short-term deposits	14,676	13,653
	41,225	15,479

16 Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	1,441	1,138
Accruals	1,076	984
	2,517	2,122

17 Creditors: amounts falling due after one year

	2020 £
Bank loans	17,500

18 Funds

	Balance at 1 January 2020 £	Incoming resources £	Resources expended £	Balance at 31 December 2020 £
Unrestricted				
<i>General</i>				
Unrestricted Fund	51,615	36,622	(29,360)	58,877
Restricted				
Sussex Foundation	-	1,000	-	1,000
Foreshore Trust Small & Events Grant Programme	-	1,900	-	1,900
Total restricted	-	2,900	-	2,900
Total funds	51,615	39,522	(29,360)	61,777

Nautical Museums Trust Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

	Balance at 1 January 2019 £	Incoming resources £	Resources expended £	Balance at 31 December 2019 £
Unrestricted				
General	<u>42,252</u>	<u>69,623</u>	<u>(60,259)</u>	<u>51,616</u>

The specific purposes for which the funds are to be applied are as follows:

Sussex Foundation - Grant to Upgrade Website

Foreshore Trust Small and Events Grant Programme - Grant for an educational event

19 Analysis of net funds

	At 1 January 2020 £	Financing cash flows £	At 31 December 2020 £
Cash at bank and in hand	<u>15,479</u>	<u>25,746</u>	<u>41,225</u>
Net debt	<u>15,479</u>	<u>25,746</u>	<u>41,225</u>

Nautical Museums Trust Limited

Detailed Statement of Financial Activities for the Year Ended 31 December 2020

	Total 2020 £	Total 2019 £
Income and Endowments from:		
Donations and legacies (analysed below)	36,680	24,914
Other trading activities (analysed below)	2,842	44,709
Total income	<u>39,522</u>	<u>69,623</u>
Expenditure on:		
Raising funds (analysed below)	(12,804)	(39,723)
Charitable activities (analysed below)	(16,556)	(20,536)
Total expenditure	<u>(29,360)</u>	<u>(60,259)</u>
Net income	<u>10,162</u>	<u>9,364</u>
Net movement in funds	10,162	9,364
Reconciliation of funds		
Total funds brought forward	<u>51,615</u>	<u>42,252</u>
Total funds carried forward	<u>61,777</u>	<u>51,616</u>

Nautical Museums Trust Limited

Detailed Statement of Financial Activities for the Year Ended 31 December 2020

	Total 2020 £	Total 2019 £
<i>Donations and legacies</i>		
Museum	805	12,268
Other	975	12,646
Grants Receivable - Sussex Foundation	1,000	-
Grants Receivable - Foreshore Trust Small and Events Grant	1,900	-
Grants Receivable - Primrose	5,000	-
UK Government Grants	27,000	-
	<u>36,680</u>	<u>24,914</u>
<i>Other trading activities</i>		
Sales of purchased goods	2,578	43,176
Charitable Activities/Events	264	1,533
	<u>2,842</u>	<u>44,709</u>
<i>Raising funds</i>		
Purchases	(1,745)	(19,425)
Trade subscriptions	(221)	(447)
Bank charges	(426)	(697)
Bank charges	(90)	(176)
Wages and salaries	(4,468)	(15,069)
Repairs and maintenance	(400)	(105)
Computer Software and Maintenance	(213)	(246)
Advertising	(1,755)	(1,062)
Depreciation of freehold property	(1,915)	(1,916)
Depreciation of fixtures and fittings	(595)	(247)
Depreciation of office equipment	(976)	(333)
	<u>(12,804)</u>	<u>(39,723)</u>
<i>Charitable activities</i>		
Repairs and maintenance	(1,933)	(1,719)
Costs - Walks And Events	-	(127)
Sundry expenses	-	2
Sundry expenses	(133)	(122)
Pension Costs	(218)	(272)
Travelling	-	(370)
Rent and rates	(307)	(3,136)
Water rates	(68)	(212)
Light, heat and power	(1,599)	(2,101)
Insurance	(3,256)	(2,822)
Repairs and maintenance	(464)	(1,404)

This page does not form part of the statutory financial statements.

Nautical Museums Trust Limited

Detailed Statement of Financial Activities for the Year Ended 31 December 2020

	Total 2020 £	Total 2019 £
Telephone and fax	(1,814)	(1,921)
Printing, postage and stationery	(340)	(379)
Legal and professional fees - Independent Examination	(1,100)	(950)
Legal and professional fees	<u>(5,324)</u>	<u>(5,003)</u>
	<u>(16,556)</u>	<u>(20,536)</u>