

The Waltham Abbey Royal Gunpowder Mills Charitable Foundation Ltd

Report and Accounts

31 December 1997



Registration number 3325864

The Waltham Abbey Royal Gunpowder Mills Charitable Foundation Ltd
Directors , Trustees and Officers

DIRECTORS and TRUSTEES

T. Limna
D.W. Spinks
S.J. Norris
B.J. Buchanan
R.C. Wallace
T. Knapp
J.I. Besent

SECRETARY

M.J. Lowe

REGISTERED OFFICE

Bank House
66 High Street
Dawley
Telford

AUDITORS

Finnemores
Chartered Accountants
230 Bath Road
Cheltenham

BANKERS

Barclays Bank Plc
Wolverhampton

SOLICITORS

Charles Russell
8-10 New Fetter Lane
London

The Waltham Abbey Royal Gunpowder Mills Charitable Foundation Ltd

Directors' and Trustees' Report

The directors and trustees present their report and accounts for the period ended 31 December 1997.

Principal activities and review of the business

The company's principal activity during the period was to conserve the site and collections of the Waltham Abbey Royal Gunpowder Mills and to manage an endowment fund to support its management and development.

The company is limited by guarantee (company number 3325864) and is a registered charity (number 1062985). Its governing document is the Memorandum and Articles of Association. The company was incorporated on 24 February 1997. On 16 July 1998 the company changed its name to The Waltham Abbey Royal Gunpowder Mills Charitable Foundation Ltd.

During the period the company received a restricted fund of £5,000,000 and an unrestricted fund of £1,850,000. The restricted fund has been invested as an endowment fund to provide a future income to support the development and management of the Waltham Abbey site. The unrestricted fund is being used to supplement grants from the National Heritage Lottery Fund to develop the site in order to house, conserve and display the collections of The Waltham Abbey Royal Gunpowder Mills.

The company is associated with The Waltham Abbey Royal Gunpowder Mills Company Ltd, an operating company established to carry out the site development and management. The company passes donations to this operating company to enable it to carry out such functions.

Results

The net expenditure for the period, after taxation, is detailed on page 5. The Statement of Financial Activities is detailed on page 6.

Directors and Trustees

The directors and trustees at the balance sheet date were as follows:

T. Limna	appointed 24 February 1997
D.W. Spinks	appointed 24 February 1997
S.J. Norris	appointed 24 February 1997
B.J. Buchanan	appointed 21 May 1997

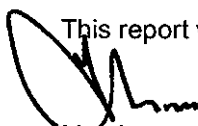
Subsequent to the balance sheet date the following directors and trustees have been appointed

R.C. Wallace	appointed 5 February 1998
T. Knapp	appointed 13 February 1998
J.I. Besent	appointed 27 April 1998

Auditors

A resolution to reappoint Finnemores as auditors will be put to the members at the Annual General Meeting.

This report was approved by the board on 24 September 1998.


M.J. Lowe
Secretary

The Waltham Abbey Royal Gunpowder Mills Charitable Foundation Ltd

Statement of Directors' and Trustees' Responsibilities

Company law requires the directors and trustees to prepare accounts for each financial year which give a true and fair view of the charitable company's financial activities during the year and of its financial position at the end of the year. In preparing those accounts, the directors and trustees should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The directors and trustees are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the accounts comply with the Companies Act 1985, the Charities Act 1993 and the regulations thereunder. 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 Waltham Abbey Royal Gunpowder Mills Charitable Foundation Ltd

Auditors' Report

Report of the auditors

to the members of The Waltham Abbey Royal Gunpowder Mills Charitable Foundation Ltd

We have audited the accounts on pages 5 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

Respective responsibilities of directors and auditors

As described on page 3, the charitable company's directors and trustees are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the judgements made by the directors and trustees in the preparation of the accounts and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance as to whether the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of the charitable company's affairs as at 31 December 1997 and of its incoming resources and application of resources, including its income and expenditure in the period then ended and have been properly prepared in accordance with the Companies Act 1985.



Finnemores
Chartered Accountants
Registered Auditors

Cheltenham

24 September 1998

The Waltham Abbey Royal Gunpowder Mills Charitable Foundation Ltd
Summary Income and Expenditure Account
for the period from 21 May 1997 to 31 December 1997

	Notes	1997 £
Gross Income	2	480,425
Gross Expenditure		
Administrative expenses		(980,203)
Net Expenditure before interest receivable	3	<u>(499,778)</u>
Interest receivable		204,393
Net Expenditure for the period before and after taxation	9	<u>(295,385)</u>

Continuing operations

The company commenced operations in May 1997.

Statement of total recognised gains and losses

Movements in restricted funds are shown on the Statement of Financial Activities on page 6 from which this account is derived.

The Waltham Abbey Royal Gunpowder Mills Charitable Foundation Ltd
Statement of Financial Activities
for the period from 21 May 1997 to 31 December 1997

	Notes	Unrestricted Funds £	Restricted Capital Funds £	1997 Total £
Incoming Resources	2			
Grants Received		1,850,000	5,000,000	6,850,000
NHLF Grants Receivable		-	473,463	473,463
Rent received		6,962	-	6,962
Income from investments		204,393	-	204,393
Total Incoming Resources		2,061,355	5,473,463	7,534,818
Resources Expended				
Direct charitable expenditure		(505,788)	(473,463)	(979,251)
Management and administration of the charity		(952)	-	(952)
Total Resources Expended		(506,740)	(473,463)	(980,203)
Net Incoming Resources	3	1,554,615	5,000,000	6,554,615
Other recognised Gains and Losses				
unrealised gain on investments		-	129,625	129,625
		-	129,625	129,625
Net movement in funds		1,554,615	5,129,625	6,684,240
Fund balances carried forward at At 31 December 1997	8,9	1,554,615	5,129,625	6,684,240

The Waltham Abbey Royal Gunpowder Mills Charitable Foundation Ltd
Balance Sheet
as at 31 December 1997

	Notes	1997 £
Fixed assets		
Investments	5	6,150,041
Current assets		
Debtors	6	473,463
Cash at bank and in hand		60,736
		<u>534,199</u>
Net current assets		<u>534,199</u>
Total assets less current liabilities		<u>6,684,240</u>
		<u>6,684,240</u>
Funds		
Restricted funds	8	5,129,625
Unrestricted funds	9	1,554,615
Total funds		<u>6,684,240</u>
	10	<u>6,684,240</u>



T. Limna
 Director

Approved by the board on 24 September 1998

The Waltham Abbey Royal Gunpowder Mills Charitable Foundation Ltd
Notes to the Accounts
at 31 December 1997

1 Accounting policies

Accounting convention

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards and follow the recommendations in the Statement of Recommended Practice; Accounting by Charities issued in October 1995.

2 Gross Income

Gross Income, which is stated net of value added tax, is derived from the statement of financial activities as follows:

		1997
		£
Total Incoming resources		7,534,818
less		
Grants received	6,850,000	
Income from investments	<u>204,393</u>	
		7,054,393
		<u>480,425</u>

3 Net expenditure

1997

£

This is stated after charging:

Auditors' remuneration	<u>250</u>
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4 Taxation

The company is a registered charity and is exempt from Corporation Tax.

The Waltham Abbey Royal Gunpowder Mills Charitable Foundation Ltd
Notes to the Accounts
at 31 December 1997

5 Investments

Fund
investments
1997
£

Investments are managed by Singer & Friedlander Investment Management Ltd. The market value of investments at the 31 December 1997 were as follows:

Quoted investments (relating to the balance of the Permanent Endowment Fund)	5,129,625
Cash investments (relating to the Unrestricted Fund)	1,020,416
	<u>6,150,041</u>

6 Debtors

1997
£

Trade debtors	<u>473,463</u>
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7 Share capital

The company is limited by guarantee and has no share capital.

Under the terms of the Memorandum of Association the liability of each member is limited to £1 in the event of the winding up of the company.

8 Restricted funds

1997
£

Permanent Endowment fund - Capital fund	
Capital Grant received	5,000,000
Unrealised gain on investment during the period	129,625
	<u>5,129,625</u>
At 31 December	

The nature and purpose of this fund is to provide a future income to support the development and management of the Waltham Abbey site.

The Waltham Abbey Royal Gunpowder Mills Charitable Foundation Ltd
Notes to the Accounts
at 31 December 1997

9 Unrestricted funds	1997
	£
Income Fund	
Grant received	1,850,000
Net expenditure for the period	(295,385)
	<hr/>
At 31 December	1,554,615

The nature and purpose of this fund is to supplement grants from the National Heritage Lottery Fund to develop the Waltham Abbey site in order to house conserve and display the collections of the Waltham Abbey Gunpowder Mills.

10 Reconciliation of movements in funds	1997
	£
Net expenditure for the period	(295,385)
Grants received	6,850,000
Other recognised gains and losses	129,625
	<hr/>
At 31 December	6,684,240

11 Related parties

The company is related to The Waltham Abbey Royal Gunpowder Mills Company Ltd by virtue of common directors and trustees. The Waltham Abbey Royal Gunpowder Mills Company Ltd received donations from the company of £979,251 to develop the site and buildings at Waltham Abbey in accordance with the charitable objects of the company.