

Charity registration number: 1028639

The Fort Foundation

Annual Report and Financial Statements
for the Year Ended 28 February 2023

Hargreaves, Brown and Benson
Chartered Accountants
1, Bond Street
Colne
Lancashire
BB8 9DG

The Fort Foundation

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The Fort Foundation

Reference and Administrative Details

Charity Registration Number	1028639
Principal Office	Fort Vale Engineering Limited Calder Vale Park Simonstone Lane Burnley Lancashire BB12 7ND
Independent Examiner	Hargreaves, Brown and Benson Chartered Accountants 1, Bond Street Colne Lancashire BB8 9DG
Solicitors	Withers LLP 16, Old Bailey London EC4M 7EG

The Fort Foundation

Trustees' Report

The trustees present the annual report together with the financial statements of the charity for the year ended 28 February 2023.

Objectives and activities

Objects and aims

The Fort Foundation operates throughout England and Wales and makes grants to individuals and institutions at the discretion of the trustees.

Details of grants made during the year are detailed in note 3 to the financial statements.

Since commencement the Fort Foundation has made charitable grants to individuals and institutions of £3,137,659 (2022 - £2,717,409).

Public benefit

During the year The Fort Foundation has awarded grants to individuals and institutions promoting the advancement of health, amateur sport, education, art and culture, citizenship, community welfare and environmental protection and improvement.

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.

Financial review

The Fort Foundation's activities are reliant upon income received by way of corporate donations received from Fort Vale Engineering Limited. No corporate donations were received in the year ended 28 February 2023 (2022 - £300,000).

During the year the Fort Foundation undertook charitable activities and made charitable grants totalling £420,250 (2022 - £191,164).

For the year ended 28 February 2023 the Fort Foundation have reported a net deficit of £387,828 (2022 - surplus £136,134) which will be deducted from retained funds brought forwards. At 28 February 2023 the Fort Foundation held unrestricted funds of £1,443,696 (2022 - £1,837,804).

Policy on reserves

The Fort Foundation maintains sufficient reserves to enable it to continue to make grants for charitable purpose in future periods.

Principal funding sources

The principal funding source of The Fort Foundation is donations received from Fort Vale Engineering Limited.

Investment policy and objectives

The Trustees have invested surplus liquid funds in held for sale current asset investments. These investments are made with the objective of maximising capital.

The Fort Foundation

Trustees' Report (continued)

Trustees and officers

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

Trustees:	Mr. E.S. Fort OBE
	Mr. I. Wilson
	Mr. E.M. Drury
	Mr. J.S. Hartley
	Mr. P.A. Fort

Structure, governance and management

Nature of governing document

The Fort Foundation is established by a Deed of Charitable Trust made on 03 November 1993.

Recruitment and appointment of trustees

The power to appoint new trustees to the charity is vested in the Settlor, Mr. E.S. Fort OBE.

Arrangements for setting key management personnel remuneration

The trustees of the charity give their time freely and no trustee received remuneration in the year.

Organisational structure

The Fort Foundation is managed by the trustees. The daily administration of the charity is delegated to Ms. A. Hartley.

Relationships with related parties

Fort Vale Limited

Mr E.S Fort OBE is a director and majority beneficial shareholder and Mr. I Wilson is a director and minority beneficial shareholder of Fort Vale Limited.

Mr. E.M. Drury is a director of Fort Vale Limited.

Fort Vale Engineering Limited

Fort Vale Engineering Limited is a wholly-owned subsidiary of Fort Vale Limited.

Messrs. E.S. Fort OBE, I. Wilson and E.M. Drury are directors of Fort Vale Engineering Limited.

The Fort Foundation
Trustees' Report (continued)

Financial instruments

Objectives and policies

The charity's activities expose it to a number of financial risks including credit risk and liquidity risk.

Credit risk

The charity's principal financial assets are bank balances and cash, and investments.

The credit risk on liquid funds and investments is limited because the counterparties are banks and investment managers with high credit-ratings assigned by international credit-rating agencies.

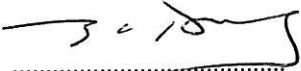
Liquidity risk

The charity maintains significant funds in instant access bank accounts in order to maintain liquidity to ensure that sufficient funds are available for ongoing activities.

The annual report was approved by the trustees of the charity on 22/2/23 and signed on its behalf by:



.....
Mr. I. Wilson
Trustee



.....
Mr. E.M. Drury
Trustee



.....
Mr. J.S. Hartley
Trustee



.....
Mr. P.A. Fort
Trustee

The Fort Foundation

Statement of Trustees' Responsibilities

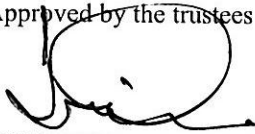
The trustees are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

The law applicable to charities requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

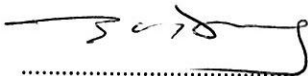
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed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

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008, and the provisions of the constitution. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees of the charity on 22/8/23 and signed on its behalf by:



.....
Mr. I. Wilson
Trustee



.....
Mr. E.M. Drury
Trustee



.....
Mr. J.S. Hartley
Trustee



.....
Mr. P.A. Fort
Trustee

The Fort Foundation

Independent Examiner's Report to the trustees of The Fort Foundation

I report to the trustees on my examination of the accounts of The Fort Foundation for the year ended 28 February 2023.

Responsibilities and basis of report

As the charity trustees of The Fort Foundation you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the The Fort Foundation's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of The Fort Foundation as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

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



Steven Wood FCA

The Institute of Chartered Accountants in England and Wales

1, Bond Street
Colne
Lancashire
BB8 9DG

Date: 22 August 2023

The Fort Foundation

Statement of Financial Activities for the Year Ended 28 February 2023

	Note	Unrestricted funds £	Total 2023 £	Total 2022 £
Income and Endowments from:				
Corporate donations		-	-	300,000
Other donations		548	548	416
Investment income	2	<u>36,858</u>	<u>36,858</u>	<u>38,440</u>
Total Income		<u>37,406</u>	<u>37,406</u>	<u>338,856</u>
Expenditure on:				
Charitable activities	3	(420,250)	(420,250)	(191,164)
Governance costs	4	<u>(4,984)</u>	<u>(4,984)</u>	<u>(11,558)</u>
Total Expenditure		<u>(425,234)</u>	<u>(425,234)</u>	<u>(202,722)</u>
Net (expenditure)/income		(387,828)	(387,828)	136,134
Other recognised gains and losses				
Unrealised gain / (loss) on current asset investments	10	<u>(6,280)</u>	<u>(6,280)</u>	<u>609</u>
Net movement in funds		(394,108)	(394,108)	136,743
Reconciliation of funds				
Total funds brought forward		<u>1,837,804</u>	<u>1,837,804</u>	<u>1,701,061</u>
Total funds carried forward		<u><u>1,443,696</u></u>	<u><u>1,443,696</u></u>	<u><u>1,837,804</u></u>

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

The notes on pages 9 to 17 form an integral part of these financial statements.

The Fort Foundation

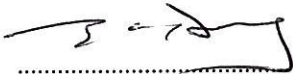
**(Registration number: 1028639)
Balance Sheet as at 28 February 2023**

	Note	2023 £	2022 £
Current assets			
Investments	7	1,103,817	1,110,097
Cash at bank and in hand	8	<u>341,379</u>	<u>729,207</u>
		1,445,196	1,839,304
Creditors: Amounts falling due within one year	9	<u>(1,500)</u>	<u>(1,500)</u>
Net assets		<u>1,443,696</u>	<u>1,837,804</u>
Funds of the charity:			
Unrestricted income funds			
Unrestricted funds		<u>1,443,696</u>	<u>1,837,804</u>
Total funds		<u>1,443,696</u>	<u>1,837,804</u>

The financial statements on pages 7 to 17 were approved by the trustees, and authorised for issue on 22/2/23... and signed on their behalf by:



.....
Mr. I. Wilson
Trustee



.....
Mr. E.M. Drury
Trustee



.....
Mr. J.S. Hartley
Trustee



.....
Mr. P.A. Fort
Trustee

The notes on pages 9 to 17 form an integral part of these financial statements.

The Fort Foundation

Notes to the Financial Statements for the Year Ended 28 February 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 have been consistently applied to all periods presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (SORP (FRS 102)) issued on 16th July 2014 and the FRS 102: The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland and the Charities Act 2011 and United Kingdom Generally Accepted Practice as it applies from 01 January 2015.

Basis of preparation

The financial statements have been prepared for the charity as an individual entity under the historical cost convention with items recognised at cost or transaction value unless otherwise stated.

The Fort Foundation meets the definition of a public benefit entity under section 4 of the Charities Act 2011. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

The financial statements of The Fort Foundation are presented in the currency of the primary economic environment in which the charity operates (its functional currency). For the purposes of the financial statements, the Statement of Financial Activities and financial position are presented in Sterling (£).

Going concern

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

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 to be met 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 fulfillment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

The Fort Foundation

Notes to the Financial Statements for the Year Ended 28 February 2023 (continued)

Investment income

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

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

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.

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.

Grant expenditure

Grants payable are payments made to third party individuals and institutions in the furtherance of the charitable objects of The Fort Foundation.

Grants paid without conditions are recognised in the financial statements when the commitment to make the grant has been made and there are no conditions to be met which are within the control of the trustees of The Fort Foundation.

Grants payable with conditions are accrued when the trustees have been notified that those conditions have been fulfilled and any remaining unfulfilled conditions are outside the control of the trustees of The Fort Foundation.

Grant provisions

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

Governance costs

These include the costs attributable to the Charity's compliance with statutory requirements, regulations and good practice.

Taxation

In accordance with sections 521 to 536 of the Income Tax Act 2007 and section 256 of the Taxation of Chargeable Gains Act 1992 The Fort Foundation is potentially exempt from taxation in respect of income or capital gains received to the extent that all such income or gains are applied exclusively for charitable purposes.

The Fort Foundation

Notes to the Financial Statements for the Year Ended 28 February 2023 (continued)

Current asset investments

Investments in equity shares and other financial instruments which are publicly traded are measured at fair value.

All gains and losses are taken into the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between the sale proceeds and their original cost. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their fair value at the beginning of the year.

Cash and cash equivalents

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

Fund structure

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objects.

Financial instruments

Classification

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

Recognition and measurement

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

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

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

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

The Fort Foundation

Notes to the Financial Statements for the Year Ended 28 February 2023 (continued)

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

Current versus non-current classification

Financial instruments are classified as current if there is no unconditional right, at the end of the reporting period, to defer settlement of the financial instrument 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.

The Fort Foundation

Notes to the Financial Statements for the Year Ended 28 February 2023 (continued)

2 Investment income

	Unrestricted funds Other £	Total funds £
Income from dividends;		
Dividends receivable from other listed investments	36,438	36,438
Interest receivable and similar income;		
Interest receivable on bank deposits	420	420
Total for 2023	36,858	36,858
Total for 2022	38,440	38,440

3 Charitable activities

Analysis of grants

	Grants to institutions		Grants to individuals	
	2023 £	2022 £	2023 £	2022 £
Analysis				
Amateur sport	8,850	13,400	9,000	8,700
Education	6,200	35,200	-	-
Citizenship and community welfare	125,222	47,200	-	-
Health	50,268	48,950	-	-
Environmental protection and improvement	7,000	17,100	-	-
Art and culture	1,740	2,000	-	-
	199,280	163,850	9,000	8,700

Grants to individuals

The support costs associated with grant-making to individuals are £Nil (28 February 2022 - £Nil).

The Fort Foundation made seven grants totalling £9,000 to individuals in respect of amateur sport (2022 - seven grants totalling £8,700).

The Fort Foundation

Notes to the Financial Statements for the Year Ended 28 February 2023 (continued)

Grants to institutions

The support costs associated with grant-making to institutions are £Nil (28 February 2022 - £Nil).

Below are details of material grants made to institutions by the charity

Name of institution	2023 £	2022 £
Amateur sport - Burwain Sailing Club	6,000	6,000
Education - The Outward Bound Trust	25,000	20,000
Education - Lancaster University E-Racing Project	6,000	6,000
Education - Warwick University Boring Team	-	5,000
Community welfare - Cauldwell Children	21,552	-
Community welfare - DEC Big Give Ukranian Appeal	20,000	-
Community welfare - The Prince's Trust	10,000	-
Community welfare - Heartstone Lancashire	-	10,000
Community welfare - Jubilee Sailing Trust	5,000	5,000
Community welfare - Chatburn Parish Council	-	5,000
Community welfare - MSSC Sea Cadets Outreach	-	5,000
Health - Pendleside Hospice	10,000	10,000
Health - East Lancs Hospice	10,000	-
Health - Teenage Cancer Trust	-	7,500
Health - Alzhiemers Research UK	5,000	5,000
Health - Bowel Cancer UK	5,000	5,000
Health - BRACE Alzhiemers Reasearch	-	5,000
Health - British Heart Foundation	5,000	5,000
Environmental matters - Matholme Greenway	-	5,000
Other	70,728	59,350
	<u>199,280</u>	<u>163,850</u>

Other charitable activities

The Fort Climate Centre

The Fort Foundation is committed to building a learning and exhibition centre at the headquarters of the Countryside Education Trust in Hampshire. The Fort Climate Centre will be used to educate people about climate change and its impact on the environment.

During the year The Fort Foundation incurred expenditure of £211,970 (2022- £2,168) funding this project.

The Parish Church of Kelbrook St. Mary's

The Fort Foundation is committed to the funding of ongoing repairs and restoration of the fabric of the Parish Church of Kelbrook St. Mary's.

During the year The Fort Foundation incurred expenditure of £Nil (2022 - £16,446) funding this proect.

The Fort Foundation

Notes to the Financial Statements for the Year Ended 28 February 2023 (continued)

Commitment to future grant making

At 28 February 2023 the trustees had committed grant making in future periods of £19,000 (20212- £19,000).

4 Governance costs

	Unrestricted funds Other £	Total funds £
Independent examiner fees		
Examination of the financial statements	1,500	1,500
Other governance costs	<u>3,484</u>	<u>3,484</u>
Total for 2023	<u><u>4,984</u></u>	<u><u>4,984</u></u>
Total for 2022	<u><u>11,558</u></u>	<u><u>11,558</u></u>

5 Trustees remuneration and expenses

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

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

The Fort Foundation

Notes to the Financial Statements for the Year Ended 28 February 2023 (continued)

6 Taxation

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

7 Current asset investments

	2023 £	2022 £
Listed investments	<u>1,103,817</u>	<u>1,110,097</u>

8 Cash and cash equivalents

	2023 £	2022 £
Cash at bank	<u>341,379</u>	<u>729,207</u>

9 Creditors: amounts falling due within one year

	2023 £	2022 £
Accruals	<u>1,500</u>	<u>1,500</u>

10 Financial instruments

Categorisation of financial instruments

	2023 £	2022 £
Financial assets measured at fair value through profit or loss	<u>1,103,817</u>	<u>1,110,097</u>

Financial assets measured at fair value

Current asset investments

Current asset investments are held in UK-based investment trusts and are carried at their fair value.

Investments are all traded in quoted public markets.

The basis of fair value for quoted investments is the mid-market price quoted at the close of business on the valuation date or if the valuation date falls on a non-business day, the price quoted at the close of business on the last business day before valuation.

The fair value is £1,103,817 (2022 - £1,110,097) and the change in value included in profit or loss is £(6,280) (2022 - £609).

The Fort Foundation

Notes to the Financial Statements for the Year Ended 28 February 2023 (continued)

11 Related party transactions

During the year the charity made the following related party transactions:

Fort Vale Limited

(Mr E.S Fort OBE is a director and majority beneficial shareholder and Mr. I Wilson is a director and minority beneficial shareholder of Fort Vale Limited. Mr. E.M. Drury is a director of Fort Vale Limited.)

Administrative services have been provided by Fort Vale Limited. The value of services provided has not been quantified. At the balance sheet date the amount due to/from Fort Vale Limited was £Nil (2022 - £Nil).

Fort Vale Engineering Limited

(Fort Vale Engineering Limited is a wholly-owned subsidiary of Fort Vale Limited. Messrs. E.S. Fort OBE, I. Wilson and E.M. Drury are directors of Fort Vale Engineering Limited; Ms. A. Hartley is employed by Fort Vale Engineering Limited.)

Included in corporate donations are unconditional donations received from Fort Vale Engineering Limited totalling £Nil (2022 - £300,000).

Administrative services have been provided by Fort Vale Engineering Limited. The value of services provided has not been quantified. At the balance sheet date the amount due to/from Fort Vale Engineering Limited was £Nil (2022 - £Nil).

