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7029 CLUN CASTLE LIMITED
FOR
FOR THE YEAR ENDED 31 MARCH 2022
UNAUDITED FINANCIAL STATEMENTS
REPORT OF THE TRUSTEES AND

7029 CLUN CASTLE LIMITED

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FOR THE YEAR ENDED 31 MARCH 2022**

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7029 CLUN CASTLE LIMITED

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 MARCH 2022

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The principal activity of the charitable company is the preservation of railway locomotives by voluntary means. The charitable company's objects are to encourage and promote public interest in the preservation of steam and other railway locomotives and rolling stock, machinery and equipment of historical interest, and in railways, locomotives, rolling stock, and railway machinery and equipment generally.

The company assets include flagship Great Western Railway designed locomotive 7029 Clun Castle built in 1950 and famous for hauling the last official steam train out of London Paddington on 11 June 1965. She was the last operating Castle Class locomotive, withdrawn from service in December 1965. Following an extensive overhaul, the locomotive has been running since February 2019 covering extensive mileage. Our second Castle, 5043 Earl of Mount Edgcumbe, is undergoing overhaul and is expected to be in traffic in Autumn 2022.

Along with our third Castle Class locomotive 5080 Defiant, which is at Tyseley pending restoration, these three locomotives are a unique collection of the celebrated Collier-designed GWR Castle Class. An appeal is ongoing to restore Defiant to main line running condition and propose to offer trustee shares for life as incentives.

Also, from the GWR stable, are 4965 Rood Ashton Hall, and three pannier tank engines. The Hall Class locomotive and three of the panniers have been mainline certified but are now awaiting major overhaul.

The custodial stewardship of the 7029 Clun Castle Limited collection of locomotives and rolling stock is held by Vintage Trains Charitable Trust. The terms of this agreement have been renewed in 2020.

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charitable company's aims and objectives and in planning future activities. In particular, the Trustees have considered how planned activities will contribute to the aims and objectives set.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The charitable company administers the funding of the restoration of its locomotives and rolling stock collection, receiving donations of £579 (2021: £600) towards its activities.

Specific mainline certified assets of the charity remain on loan to Vintage Trains under a formal loan agreement. Other assets are held for restoration.

FINANCIAL REVIEW

Reserves policy

As the charity has its collection on loan with conditions and maintenance included in the agreement, the directors are of the opinion that no significant reserves need be held for operating purposes.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, Memorandum and Articles of Association, and constitutes a limited company, limited by shares, as defined by the Companies Act 2006 with charitable status, Registered Charity No. 505793.

7029 CLUN CASTLE LIMITED

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 MARCH 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

00910443 (England and Wales)

Registered Charity number

505793

Registered office

670 Warwick Road

Tysoley

Birmingham

B11 2HL

Trustees

Mr CM Whitehouse

Mr WT Hunt

Mr R Meanley

Mr RG Thorne

Mr VE Michel

Mr MG Gilbert

Mr DW Keay

Mr AJ Lambert

Company Secretary

Mr P Sturgeon

Independent Examiner

Mr P Bott FCA

Mark J Rees LLP Chartered Accountants

Granville Hall

Granville Road

Leicester

LE1 7RU

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 7 February 2023 and signed on its behalf by:

Mr CM Whitehouse - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
7029 CLUN CASTLE LIMITED**

Independent examiner's report to the trustees of 7029 Clun Castle Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2022.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the Company 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.

Mr P Bott FCA
Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
LE1 7RU

Date:

7029 CLUN CASTLE LIMITED

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2022**

	2022	2021
	Total funds	Total funds
	£	£
INCOME AND ENDOWMENTS FROM		
Donations and legacies	579	600
Other trading activities	55,000	-
Investment income	4	37
Total	55,583	637
EXPENDITURE ON		
Charitable activities	592,855	415,531
Preservation of railway locomotives	-	-
NET INCOME/(EXPENDITURE)	(537,272)	(414,894)
RECONCILIATION OF FUNDS		
Total funds brought forward	3,309,680	3,724,574
TOTAL FUNDS CARRIED FORWARD	2,772,408	3,309,680

Notes

Unrestricted funds

Restricted funds

Total funds

Total funds

The notes form part of these financial statements

7029 CLUN CASTLE LIMITED (REGISTERED NUMBER: 00910443)

BALANCE SHEET
31 MARCH 2022

	2022	2021
FIXED ASSETS		
Tangible assets	2,705,685	3,218,539
CURRENT ASSETS		
Debtors	-	6,000
Cash at bank	66,842	161,999
	66,842	167,999
CREDITORS		
Amounts falling due within one year	(74,695)	(76,739)
	(74,695)	(74,695)
NET CURRENT ASSETS	66,842	91,260
TOTAL ASSETS LESS CURRENT LIABILITIES	2,772,527	3,309,799
NET ASSETS	2,772,527	3,309,799
CAPITAL		
Called up share capital	100	100
Share premium	19	19
FUNDS		
Unrestricted funds:		
General fund	1,790,135	1,956,217
Revaluation Reserve	982,273	1,353,463
	2,772,408	3,309,680
TOTAL FUNDS	2,772,527	3,309,798

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2022 in accordance with Section 476 of the Companies Act 2006.

The notes form part of these financial statements

7029 CLUN CASTLE LIMITED (REGISTERED NUMBER: 00910443)

BALANCE SHEET - continued
31 MARCH 2022

The trustees acknowledge their responsibilities for
(a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the
Companies Act 2006

(b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at
the end of each financial year and of its surplus or deficit for each financial year in accordance with the
requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act
2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject
to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 7th February 2022
and were signed on its behalf by:



.....
Mr CM Whitehouse - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements
The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

Status of company
The company is limited by shares (company registered number 00910443, charity registered number 505793) and the registered office address can be found on the Company Information page.

Financial reporting standard 102 - reduced disclosure exemptions
The charitable company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Significant judgments and estimates
Due to the unique nature of the tangible fixed assets, there is no easily and readily identifiable "market" price and as such the directors, being experts in the field, have performed the valuation.

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

Expenditure
Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant, equipment and rolling stock - 5% on a straight line basis
Locomotives - at varying rates on cost

Due to the unique nature of the tangible fixed assets, there is no easily and readily identifiable "market" price. The directors, being experts in the field, have therefore valued the tangible fixed assets.

Taxation
The charity is exempt from corporation tax on its charitable activities.

Fund accounting
Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

7029 CLUN CASTLE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022**

1. ACCOUNTING POLICIES - continued

Fund accounting

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Creditors

Short term trade creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Going Concern

After reviewing the forecasts and projections, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. The company therefore continues to adopt the going concern basis in preparing its financial statements.

2. DONATIONS AND LEGACIES

Donations

£	<u>579</u>
2022	
£	<u>600</u>
2021	

3. OTHER TRADING ACTIVITIES

Sale of surplus materials

£	<u>55,000</u>
2022	
£	<u>-</u>
2021	

7029 CLUN CASTLE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022**

4.	INVESTMENT INCOME		Interest received	
		2022	£	4
		2021	£	37
		2022	£	592,855
		2021	£	415,531
5.	CHARITABLE ACTIVITIES COSTS		Preservation of railway locomotives	
		2022	£	80,000
		2021	£	-
		2022	£	512,855
		2021	£	421,531
		2022	£	512,855
		2021	£	421,531
		2022	£	415,531
		2021	£	(6,000)
6.	DIRECT COSTS OF CHARITABLE ACTIVITIES		Donations	
			Depreciation	
			Profit on sale of assets	
		2022	£	-
		2021	£	-
		2022	£	512,855
		2021	£	421,531
		2022	£	512,854
		2021	£	421,533
		2022	£	(6,000)
		2021	£	(6,000)
7.	NET INCOME/(EXPENDITURE)		Net income/(expenditure) is stated after charging/(crediting):	
		2022	£	-
		2021	£	-
		2022	£	512,854
		2021	£	421,533
		2022	£	512,854
		2021	£	421,533
		2022	£	(6,000)
		2021	£	(6,000)
8.	TRUSTEES' REMUNERATION AND BENEFITS		Surplus on disposal of fixed assets	
			Depreciation - owned assets	
		2022	£	-
		2021	£	-
		2022	£	512,854
		2021	£	421,533
		2022	£	512,854
		2021	£	421,533
		2022	£	(6,000)
		2021	£	(6,000)

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2022 nor for the year ended 31 March 2021.

7029 CLUN CASTLE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - 31 DECEMBER 2021			
	Unrestricted funds	Restricted funds	Total funds
	£	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	600	-	600
Investment income	37	-	37
Total	637	-	637
EXPENDITURE ON			
Charitable activities	415,531	-	415,531
Preservation of railway locomotives	-	-	-
NET INCOME/(EXPENDITURE)	(414,894)	-	(414,894)
RECONCILIATION OF FUNDS			
Total funds brought forward	3,724,574	-	3,724,574
TOTAL FUNDS CARRIED FORWARD	3,309,680	-	3,309,680
10. TANGIBLE FIXED ASSETS			
COST			
At 1 April 2021 and 31 March 2022	2,400,081	8,877,350	11,277,431
DEPRECIATION			
At 1 April 2021	2,155,232	5,903,660	8,058,892
Charge for year	61,419	451,435	512,854
At 31 March 2022	2,216,651	6,355,095	8,571,746
NET BOOK VALUE			
At 31 March 2022	183,430	2,522,255	2,705,685
At 31 March 2021	244,849	2,973,690	3,218,539

7029 CLUN CASTLE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

10. TANGIBLE FIXED ASSETS - continued

The valuation of tangible fixed assets under the historical cost accounting rules is as follows:-

	Plant, equipment and rolling stock	Locomotives	Total
At cost	£	£	£
At 1 January 2021	72,497	512,093	584,590
Additions	-	-	-
Disposals	-	-	-
At 31 March 2022	72,497	512,093	584,590
Depreciation			
At 1 January 2021	46,621	80,249	112,870
Charge for the year	3,625	5,121	8,732
As 31 March 2022	46,246	85,370	131,616
Net Book Value			
At 31 March 2022	26,251	426,723	452,497
At 31 December 2021	29,876	431,844	461,720

Due to the unique nature of the assets, there is no easily and readily identifiable "market" price. In accordance with paragraph 265 of the Statement of Recommended Practice: Accounting and Reporting by Charities, the directors, being experts in the field of locomotives, have reviewed the carrying values of the locomotives.

The total cost figure represents the directors/trustees perceived valuation of the tangible fixed assets once full restoration has been complete. The net book value represents the directors/trustees valuation of the tangible fixed assets.

The last valuation was performed by Mr M Gilbert, director/trustee, as at 31 December 2015. The directors/trustees have reviewed these valuations as at 31 March 2022 and consider that there has been no material movement.

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**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022**

13. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	56,220	(358,610)	(302,390)
Revaluation Reserve	-	(649,776)	(649,776)
TOTAL FUNDS	56,220	(1,008,386)	(952,166)

The appeal fund was established to provide for the future restoration costs of identified locomotives. The balance on the fund is held to fund the restoration of the Locomotives in the collection.

The Defiant Club has been established to restore 5080 Defiant, an authentic original pedigree Great Western Railway single chimney Castle Class express locomotive, to operating condition to run express trains at speed on the national network. It will become 'The People's Main Line Engine', and by actively sponsoring the restoration and spending time helping bring Defiant back to life, members will in the process, learn and participate in Vintage Trains' activities running a heritage railway company.

14. RELATED PARTY DISCLOSURES

Vintage Trains Charitable Trust, Tyseley Locomotive Works Limited, Vintage Trains CBS, Birmingham Railway Museum Limited, Metropolitan Railway Carriage & Wagon Company Limited, Great Western Vintage Trains Limited, The Blue Pullman Limited and Vintage Trains Limited are considered related parties by virtue of the fact that certain trustees of this company are also directors and trustees of the seven entities listed. During the year, the company made donations of £80,000 (2021: NIL) to Vintage Trains Charitable Trust Limited.