

Registered number: 04341280
Charity number: 1092723

SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019



SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED
(A company limited by guarantee)

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SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED
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**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 30 JUNE 2019**

Trustees

H J McQuade (resigned 8 April 2019)
J Leftwich
D E Mead
N C Paul CBE
R Scanlon (resigned 8 April 2019)
D C Williams
P B Copsey
R Treverton-Jones
A D Owen OBE
P C Fathers (appointed 8 April 2019)

Company registered number

04341280

Charity registered number

1092723

Registered office

Number One, Comberton Place, Kidderminster, Worcestershire, DY10 1QR

Company secretary

P B Copsey

Independent auditor

Crowe U.K. LLP, Black Country House, Rounds Green Road, Oldbury, West Midlands, B69 2DG

Bankers

HSBC Bank Plc, 31 Church Street, Kidderminster, Worcestershire, DY10 1QR

Senior Management Team

Shelagh Paterson - Director of Development

SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED
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**CHAIRMAN'S STATEMENT
FOR THE YEAR ENDED 30 JUNE 2019**

The financial year ending 30 June 2019 was an historic one, seeing us steam past the £1million mark for the first time in the Charitable Trust's history, with received income totalling £1,647,734.

Our sustained plan to secure income from a range of fundraising streams continues to flourish, with the Trust securing funding from individuals, through regular and single donations, along with gifts in Wills and gifts in memory. Companies continued to support us through project specific donations and the corporate partnership club. In addition we secured significant funding from trusts, foundations and lottery funding.

The main focus for the period was to raise match funding, and to develop a second-round grant to The National Lottery Heritage Fund, for the restoration, community engagement and interpretation of Falling Sands Viaduct. A project cost of £1.25 million.

Expenditure was just below budget at £380,545. Once trading has been removed from income and expenditure, we achieved a return on investment of 6, the second highest the Charitable Trust has experienced.

Fundraising Summary

Donations in Wills & Commemorative plans

Whilst the main focus for the year was the Falling Sands Viaduct fundraising appeal and development of the grant submission to The National Lottery Heritage Fund, we had an extremely successful year from donations in Wills with £953,149 received; this provided some 63% of the total fundraising income for the year. £447,143 was unrestricted, and we received a single legacy for GWR projects totalling £503,173.

Volunteer Michael Howard continued to manage the administration of legacies, working closely with solicitors and family members.

The Commemorative Garden created to recognise individuals who have financially supported the Railway and / or volunteered was progressed, with the first commemorative event planned for 2020/2021.

Falling Sands Viaduct

£1.25 million was raised or pledged for Falling Sands Viaduct restoration and education project. £853,000 from The National Lottery Heritage Fund and £397,000 from trusts, individuals and organisations. Funded by The National Lottery Heritage Fund, two professionals, Frankie Spickernell, project manager and Laura Hines, activity & interpretation manager were recruited to start overseeing and delivering the grant.

Just under 3,000 individuals, companies, groups and clubs donated £50 or more to see their name on the first ever donation wall, situated at The Engine House Visitor Centre, Highley. This was installed and ready to view in September 2019.

Grants

Claire Engleheart continued to secure funding for the Heritage Skills Training Academy and education with applications submitted to an array of grant giving bodies. £90,970 was received for the Academy and educational projects.

Volunteer Amy Baker working with Lesley Carr continued to use social media extensively for fundraising and engagement for our different projects and the different ways of giving i.e. regular gifts, single gifts, legacies and corporate support. We promoted the impact of the Heritage Skills Training Academy through monthly apprentice features in The Railway Magazine.

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**CHAIRMAN'S STATEMENT
FOR THE YEAR ENDED 30 JUNE 2019**

Administration, finance & governance

Following staff changes, it became apparent there was a need to improve the administration and the level of resourcing of the Trust's back office activities. Gem Bilek joined in September 2018, extending the administration of fundraising and finance to full-time and with the support of volunteers Horace Poole and Pauline Mitchell, the team started to strengthen our processes and systems. This continues through to the next financial year.

After 15 years' volunteering, Paul Thursfield confirmed he wished to step down from delivering the finance management role. Julian Engleheart was commissioned to undertake an assessment of our finance process with a view to upgrading to an accounting software package, compatible with our database. Following the audit and recommendation, Julian joined the Trust for three days a week from April 2019.

The review and development of our policies continued to develop, and this will remain a priority for 2019-2020.

We register with the Information Commissioner's Office and also with the Fundraising Regulator. In addition we are organisational members of the Institute of Fundraising and the Foundation for Social Improvement

We continued to receive funding from an array of organisations and we are particularly grateful to the organisations below who have given or pledged to give significant financial support in the past year:

Grant Making Bodies

| | | | |
|-------------------|------------------|---------------------|---------------------------|
| Bewley CT | Bransford Trust | Edward Cadbury CT | EJT Memorial Fund |
| Ernest Cook Trust | Fitton Trust | Garfield Weston Fnd | Geoff Hill CT |
| Grimmitt Trust | HCF Pippin Trust | Hendy & Pendle CT | Langdale Trust |
| Lennox Hannay CT | Oakley CT | Owen Family Trust | People's Postcode Lottery |
| Rowlands Trust | | | |

Companies & Groups

| | | | |
|---------------------|-----------------|----------------------------|---------------------|
| Bewdley Brewery Ltd | Caldo Oils Ltd | Coalyard Miniature Railway | Helping Hands |
| Higgs & Sons | Lapal House | MFG Solicitors | Mortons Media Group |
| Nock Deighton | SVR Company Ltd | SVR Holdings plc | TXM Plant |
| Walsh Construction | | | |

Gifts in Wills

We remember and thank those Guardians who have chosen to leave a lasting gift to the Railway in their Will. Without this type of giving, we would be unable to invest at the levels we do, to ensure we can continue to immerse the public in the golden era of travel for generations to come.

Our thoughts are with the families and loved ones of those who have left legacies to the Charitable Trust, we are very grateful for their kind donations.

| | | |
|------------------------------|------------------------|---------------------------|
| Mr David Clifford | Mr Wilson Crocket | Mr Alan Charles Donaldson |
| Ms Nadia Mary Dunning | Mr Michael Gordon | Mr Robert Lovegrove |
| Mr Bob McLeod | Mr Jeffrey Martin Penn | Mr Reginald Henry Piper |
| Mr Norman Edward Alan Preedy | Mr Roy Douglas Sears | |

Charitable Activities - Project funding & restoration during 2018-2019

Future Fund Investment Portfolio valuation £1,462,752. (2019: £154,530 invested and added to the fund)

Our Future Fund is a long-term investment, and its purpose is to provide a steady funding stream to help protect and preserve the SVR's rolling stock and infrastructure and strengthen its educational offerings, thereby safeguarding the future of the Railway.

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FOR THE YEAR ENDED 30 JUNE 2019**

The Future Fund is invested in a portfolio, professionally managed by Brewin Dolphin Limited and overseen by an investment committee which meets twice a year. It consists of two trustees, an external representative and the Trust's director of development. The Future Fund received a fantastic kick-start, thanks to £500,000 match funding from The National Lottery Heritage Fund in 2017. Although The National Lottery Heritage Fund offer has now ended, we are still actively welcoming donations to the Future Fund investment. To date a total of £1,201,274.54 has been invested. As at 30 June 2019 the Portfolio valuation was £1,462,752.

Heritage Skills Training Academy 2019: £98,547 (2018: £63,000)

The Academy was set up as a pioneering venture in 2013 to address the decline in heritage engineering skills in the UK. Since the Academy was established, the Trust has played a key role in its funding and currently contributes the majority of its running costs.

Within the Academy's four-year programme, young people work and learn across the different departments; including locomotive running, boiler shop, carriage mechanical and carriage bodywork.

These apprentices rotate around departments to gain experience and knowledge across a range of trades. After two years, they are assigned to one of the departments to pursue a specialisation. As well as intensive on-the-job training, apprentices work towards nationally recognised NVQ 2 and 3 Level qualifications.

The Railway also trains apprentices on shorter courses in specialised areas such as heritage signal maintenance and boiler shop work.

As the apprentices gain experience, the Railway is able to use their skills to take on outside contract work for other heritage organisations. This brings in additional income to the Railway, all of which can be channelled back into restoration projects. It costs £21,000 to fund an apprentice for one year, and this essential scheme remains a priority project for funding from the Trust.

Diesel Projects 2019: £15,000 (2018: £5,200)

Additional funds were given to SVR's diesel projects which funded automatic lifting equipment for the crane, and enabled safe roof access for staff through the purchase of two sets of tower scaffold and associated equipment.

Infrastructure

Borle Viaduct 2019: £70,000

Listed as a category A repair, the Trust funded the majority of the essential repairs to Borle Viaduct between Arley and Highley. Around £100,000 of improvements were needed to rectify the extensive erosion caused by freeze/thaw action of water penetration.

Falling Sands Viaduct restoration & education 2019: £65,984

A National Lottery Heritage Fund development grant was awarded to the Trust to further develop our Round 2 application for an £853,000 grant (awarded March 2019.) The project included essential repairs to secure SVR's Falling Sands Viaduct and a foundation project for heritage infrastructure skills training, education, leisure and community engagement. This dramatically located Kidderminster landmark was completed in 1877. The seven arch, 64-foot-high structure crosses high above the River Stour and the Staffordshire and Worcestershire canal between Bewdley and Kidderminster. It is a vital link between Kidderminster, starting point for over 80% of SVR's visitors, and all other countryside stations. Closure would have seriously compromised the line's operation and viability.

Bewdley Station heritage works 2019: £10,900

The SVR's resident stonemason Philip Chatfield continued to restore stonework elements at Bewdley station, most recently focusing on a centre lintel for the bay window to the right of the ticket office entry. He used traditional carving methods and worked from a carefully created paper plan to transfer a GWR roundel onto the stone. In addition the donation funded the rebuilding of the structure housing the ladies lavatories, after this had been deemed as structurally unsound.

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FOR THE YEAR ENDED 30 JUNE 2019**

Carriage & Wagon workshops Kidderminster 2019: £10,000. (2018: £23,000)

The grant of £10,000 enabled the development of a proposal for an extension to the carriage works at Kidderminster plus repairs to and restoration of the existing building known as "Pickford's". The proposal is currently awaiting approval from the SVR Holdings along with financial planning for the project. The proposed extension consists of a three road workshop, wheelchair accessible viewing area/education balcony and lavatories.

The 2018 grant was to replace the lighting in the carriage shed with LED lamps and has resulted in a significant reduction in energy use.

Permanent Way 2019: £51,000. (2018: £49,000)

The Charitable Trust has once again contributed to essential work on the permanent way. In addition, we were pleased to fund track repairs at Kidderminster yard. The track serves both the carriage shed and the diesel depot, and its track and turnouts (points) were laid many years ago using recycled components. Having seen more traffic movements than anywhere else on the Railway, it was all thoroughly worn out, and well overdue an upgrade.

Rolling stock 2019: £113,485 (2018: £136,594)

Hagley Hall locomotive 4930

The project to restore the SVR's former flagship locomotive continued to progress, with the boiler and old cylinder blocks removed from the locomotive frames. July 2018 saw the lifting of the frames from the loco wheels using the SVR's own 30-ton capacity steam crane. The wheels were sent away to a specialist contractor for re-tyring and the locomotive frames were shot blasted and painted in September, before being placed on specially made frame stands. The frames then received further attention, which resulted in a new drag box (the main framing beneath the cab where the loco and tender are coupled together). The new cylinder blocks trial fitting onto the frames was completed.

During 2019, the loco's 90th year, many sizeable components have been refurbished or renewed by a mixture of paid and volunteer personnel, including vacuum brake reservoir, brake cylinder and piston, wheel splashes, new cab sides and many cab fittings. The tender has had the brake gear refitted and much of the pipework has been refurbished. Work on the boiler has progressed well with the copper inner firebox refurbished, new throatplate and doorplate for the outer firebox fitted along with a D shaped section of boiler barrel being replaced. The first of hundreds of copper and steel stays, produced in Bridgnorth works, have been fitted into the boiler at Northern Steam Engineering. Financial support continues from The National Lottery Heritage Fund, the SVR Charitable Trust and the Friends of Locomotive 4930 Hagley Hall, who also contribute with hands on volunteer work.

Looking forwards, the boiler is expected to be completed and returned to Bridgnorth before the end of 2019. The cylinder blocks will be removed for further work, including the freeze shrink fitting of valve liners, before being permanently affixed to the locomotive. Enquiries are being made with suppliers for the last of the large components that need to be ordered (for example super heater elements). We aim for a return to steam before the end of 2020.

GWR Diner Carriage 9615

Carriage & wagon staff are undertaking a Charitable Trust-funded labour of love to restore the GWR kitchen dining car, 9615. This long term project has progressed to the stage of fitting the gutters and completing the metal skin. The team will then move on to refitting the glass in the windows and rebuilding the doors. The framework, roof and internal partitions having been completed.

The next stage will be to design and procure a kitchen that not only looks authentic, but also meets current health regulations. Work is still outstanding on the internal panelling, seating and electrics.

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**CHAIRMAN'S STATEMENT
FOR THE YEAR ENDED 30 JUNE 2019**

Accessibility for all projects

BR 80776 and MR Mk1 4399 carriages

As part of our initiative to improve accessibility at the SVR, we are delighted to report that both carriages are now in traffic. 80776 has been transformed into a unique dining carriage for wheelchair users and their companions. The coach has an innovative zigzag table layout, to accommodate a flexible number of wheelchair users and able bodied visitors. The dining car is part of a larger accessibility project that included the restoration of 4399 into a wheelchair-accessible coach and the purchase of lightweight ramps to equip all of the SVR's wheelchair coaches. This project was awarded a total of £75,000 funding from the Department for Transport.

GWR Wheelchair/Buffer Carriage 9581

This is another labour of love being undertaken by the LNER Carriage group. It will provide a high quality wheelchair accessible carriage for the GWR Set with the addition of buffet car facilities. This project is at a similar stage to the GWR dining carriage 9615, with the bulk of the remaining work required to fit out the interior.

When both 9615 and 9581 carriages are completed in 2021 the SVR will have a pure dining and main line carriage sets.

Education 2019: £21,800

Exhibitions

Funded and created by the SVR Charitable Trust, the 'journey through time' exhibition charts the history and development of the Severn Valley line, starting with the growing need for transport during the Industrial Revolution.

The exhibition includes many fascinating archive photographs and articles recovered from the British Newspaper Archive. It's the first exhibition at the Railway that has covered the pre-preservation history of the SVR, and heralds the innovative programme of new interpretation that's planned over the coming year, including a major new Engine House exhibition in 2020 as part of the Falling Sands Viaduct restoration project.

Two further exhibitions were funded: one celebrating the 50th anniversary of the 'end of steam', and the London Transport exhibition that sits alongside visiting locomotive 5764 (aka L95) which was one of the last steam locomotives to run on the London Transport system.

Anderson shelter helps children learn about WW2

Thanks to our successful bid for funding from the People's Postcode Lottery, we funded an enlarged Anderson shelter at The Engine House, Highley. More than 10,000 children visit the Railway each year on our educational programmes, and the new shelter plays a key part in their experience.

The Postcode Lottery funding was also used to build a large, outdoor classroom at The Engine House, which means our educational activities can take place even when the weather is less than ideal. Unsurprisingly, children love learning in this outdoor setting!

Special thanks and recognition

After 15 years' volunteering, Paul Thursfield confirmed he wished to step down from the finance management role. Paul has been an integral player providing all the financial reporting to the Trust along with supporting the office with significant insight into the Railway. We are most grateful for Paul's efforts over the years which he has carried out with an eye for detail and humour and indeed everything else he does on the Railway.

Roger Scanlon steps down as trustee. He has given many years' work to build the awareness of the need for the Trust along with his ambassadorial support and championing of the Trust to the Railway's volunteers.

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**CHAIRMAN'S STATEMENT
FOR THE YEAR ENDED 30 JUNE 2019**

Finally Hugh McQuade stepped down as chairman, after giving 15 years to the Trust. Hugh's calming manner, passion, absolute commitment to the SVR along with his mesmerising stories of bullets in Burma teak, will be hugely missed. We lose a huge character who enthralled and engaged funders and donors with his stories.

We welcome Paul Fathers who joins the Charitable Trust board as trustee. Paul is well known to many people on the SVR. He's been a volunteer since his teenage years back in the 1960s. With a professional engineering background, he brings a wealth of experience with him. In his 'day job' Paul is a regional inspector for the Security System and Alarms Inspections Board. He has been involved in many SVR development projects, and was a founding member and vice chairman of the SVR Rolling Stock Trust, the precursor of the current SVR Charitable Trust. He will play a key role in assisting the Charity to develop its fundraising strategy and contribute to its governance.

In Summary

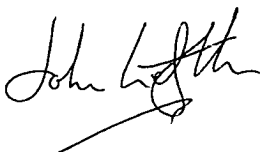
We finish the year some £575,732 ahead of budget due to increased legacies and a successful Falling Sands Viaduct appeal. We have improved our financial processing and reporting capability, and information on our supporter database has greatly improved, along with our understanding of its capability. We secured a £853,000 National Lottery Heritage Fund grant for Falling Sands Viaduct, having raised just under £400,000 in match funding. This project started back in September 2014.

We recruited four strong members to the team, all adding different skills. We moved from a fundraising-focused charity, to start to deliver the projects we secured funding for i.e. Anderson shelter, the 'journey through time' exhibition at Highley, Hagley Hall locomotive interpretation and community engagement for the Falling Sands Viaduct project.

We now look to deliver the Falling Sands Viaduct restoration and interpretation project in 2019-2020, and recruit a part-time researcher, who will assist in building the case for support for key SVR projects such as the Bridgnorth station building, thus enabling us to secure more grant funding. In addition, we need to increase our unrestricted income through regular giving from our closest supporters, shareholders, members and donors.

To finish I would like to personally thank every donor, all of whom are part of the growing supporter base that is helping to ensure our beloved Railway continues to flourish, enabling ¼ million visitors a year to immerse themselves in a bygone era of steam. Thank you.

Name John Leftwich
 Chairman



Date 2nd March 2020

SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED
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**TRUSTEES' REPORT
FOR THE YEAR ENDED 30 JUNE 2019**

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 30 June 2019. The trustees have adopted the provisions of the Statement of Recommended Practice (Charities SORP (FRS 102) 'Accounting and Reporting by Charities'.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

Severn Valley Railway Charitable Trust Limited, which changed its name from SVR Rolling Stock Trust Company on 29 June 2012, was incorporated and registered as a company limited by guarantee, company registration number 04341280, on 17 December 2001, and was registered with the Charity Commission on 1 July 2002, registration number 1092723. It is governed by its Memorandum and Articles of Association, which were last amended on 8 April 2019.

Severn Valley Railway Charitable Trust was established to help the SVR achieve its vision for the next 50 years, so that come the Centenary celebrations in 2065, the railway will have continued to move forward in meeting the needs of future generations. The Trust achieves these aims by raising funds for and making payments to projects run by Severn Valley Railway (Holdings) Plc, Severn Valley Railway Company Ltd and Severn Valley Railway Charitable Trust Limited.

Method of appointment or election of trustees

There shall be a maximum of nine trustees unless otherwise determined by ordinary resolution of the members of the Charity. Of the nine trustees, two shall be ex officio the chairman of each of Severn Valley Railway (Holdings) plc and Severn Valley Railway Company Limited or if any such chairman does not wish to act as trustee, such other person nominated by such chairman to act as trustee. Such a trustee (whether a chairman or his nominee) shall be referred to an "ex officio trustee". Any person nominated by a chairman to act as a trustee may from time to time be removed and replaced by his appointor.

The Charity may by ordinary resolution appoint a person who is willing to act to be a director provided that person is not at the time such resolution is passed a director of Severn Valley Railway (Holdings) plc or Severn Valley Railway Limited (but for the avoidance of doubt this proviso shall not apply to ex officio directors mentioned above).

Trustees are elected for a three year period at the AGM by the members of the Trust.

All the charity trustees receive an induction into their legal and administrative responsibilities, with an on going training programme as and when needed for issues arising during their term of office.

The Charity Commission has recommended a new governance code for charities in July 2017. The trustees are aware of the principles and practices and will be working to fully implement them during the 2020 financial year.

Organisational structure and decision making

The board of trustees has delegated the day to day running of the charity to the senior management team. The board of trustees meets at least four times a year to review the charity's performance and administration generally and to decide policy issues arising.

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.

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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 30 JUNE 2019

Principal Risks and Uncertainties

The trustees endeavour to continually raise funds and to further support the Severn Valley Railway. The principal risks associated with the organisational activities are categorised as a loss of income mitigated by implementing strong and targeted marketing and fundraising strategies; financial fraud and error will be mitigated with robust processes and procedures which incorporate active segregation of duties and practices; lack of fundraising ability is mitigated with a dedicated fundraising team to deliver a targeted fundraising strategy.

OBJECTIVES AND ACTIVITIES

Policies and objectives

The objectives of the Severn Valley Railway Charitable Trust (SVR CT) are to advance education for the benefit of the public by:

Financing the acquisition, restoration, preservation and operation of heritage locomotives, coaches, wagons, buildings, track and other associated infrastructure.

Establishing buildings to house and preserve the Severn Valley Railway Charitable Trust rolling stock collection.

Providing educational and interpretive displays for the travelling public.

Providing education and skills training used in the restoration, repair and operation of historic railways to ensure their long term survival.

In setting the Charity's policy and planning its activities, the trustees have given careful consideration to the Charity Commission's general guidance on public benefit.

The charity has a strong network of volunteers with experience in a range of areas. The trustees are very appreciative of the support provided by the volunteers as they are essential to allowing the Trust to perform its charitable activities.

FINANCIAL REVIEW

Reserves policy

The Reserves policy of the charity is to maintain a level of unrestricted funds, not committed or invested in tangible assets, which will enable the charity to ensure continuity of activity and have the ability to adjust, in a measured way, to any significant changes in resources. The Reserves policy recognises that reserves are necessary to maintain the day to day operations of the charity for a period of up to 6 months. This would currently equate to approximately £140,000. The appropriate measure of free reserves is therefore net assets, less restricted and designated funds, less fixed assets attributable to unrestricted funds. Currently this amount is £218,716, of which £78,000 remained available for subsequent unrestricted project funding decisions.

At the balance sheet date the charity had unrestricted reserves of £408,564 designated unrestricted reserves of £153,113, restricted reserves of £1,160,428 and endowment funds of £1,230,056.

Monthly management accounts are prepared by the treasurer and submitted to the Officers and the board of trustees. The annual accounts are audited. It is considered that there is an adequate system of internal control in place.

A Strategic Plan and an annual budget are approved by the trustees; regular consideration by the trustees of financial results, variance from budgets, non financial performance indicators and benchmarking reviews. Delegation of authority and segregation of duties, and identification and management of risks. The officers review external developments and consider the risks and opportunities these present to the charity in fulfilling its objects.

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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 30 JUNE 2019

Investment policy

The Heritage Lottery Fund Catalyst: Endowment Fund is held in a managed fund by Brewin Dolphin.

The initial investment on 30 September 2015 amounted to £210,000 of donations towards the fund.

The trustees aim is to achieve a balance between total return primarily through capital growth with a medium risk investment policy over the long term i.e. over a period 10 years or more. They seek to achieve long term growth of capital and income maintaining the value of both in real terms over time. A total return approach should be taken as it is likely that income will be accumulated for some years to establish a substantial Endowment Fund to safeguard the future of the SVR. At that time there may be an increasing income requirement to help to protect the Railway's rolling stock, bridges, viaducts, buildings, other infrastructure and educational offerings and in so doing safeguard the future of the Railway.

The trustees, in consultation with the Investment Manager, have agreed the following investment strategy:

The investment of the funds should follow a total return (excluding inflation) approach; aiming to generate income and capital growth in order to achieve the SVR Endowment Fund objective of growing the income and capital in real terms over time.

Brewin Dolphin have used the WMA Balanced Total Return Index to determine the value of the fund in real terms. It is measured by Brewin Dolphin and reported to the trustees who review the performance on a regular basis.

During the year, £154,530 has been invested. Investment income of £32,302 has been generated during the year.

Fundraising Policy

The Severn Valley Railway Charitable Trust Limited raises income from a wide range of funding streams to include, from individuals: single, regular, legacy and gifts in memory. From corporate sponsorship and gift in kind, and project funding from lottery, statutory and trusts.

- The Severn Valley Railway Charitable Trust is a voluntary member of the Information Commissioner's Office, a member of the Fundraising Regulator and the Institute of Fundraising
- The Charity is not aware of any failure by the Charity, or by any person acting on its behalf, to comply with fundraising standards or scheme.
- Fundraising standards are monitored on an ongoing basis by the Director of Development.
- No complaints were received by the Severn Valley Railway Charitable Trust.
- A safeguarding policy is in place. In addition all fundraising messages are not intrusive and supporters are contacted on an infrequent basis for a mix of messages which include feedback on the impact of their donation and light requests for funding additional projects. Collection pots are not shaken and are static around the railway. We do not practice telephone fundraising or face to face fundraising. GDPR regulations are adhered to.

Key Management Personnel

Key management personnel are remunerated in line with sector averages. Salary reviews take place annually and are approved by the trustees. Payment is made monthly in arrears.

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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 30 JUNE 2019

PROVISION OF INFORMATION TO AUDITOR

Each of the persons who are trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that trustees are aware, there is no relevant accounts information of which the charitable company's auditor's are unaware, and
- that trustees have taken all the steps that ought to have been taken as a trustee in order to be aware of any information needed by the charitable company's auditor's in connection with preparing their report and to establish that the charitable company's auditor's are aware of that information.

TRUSTEES RESPONSIBILITY STATEMENT

The trustees (who are also directors of Severn Valley Railway Charitable 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).

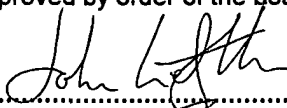
Company and charity law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP (FRS 102);
- make judgments and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for keeping proper accounting records that 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.

In preparing this report, the trustees have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

Approved by order of the board of trustees on 2nd March 2020 and signed on its behalf by:


.....
J Leftwich
Chairman and Trustee

SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED
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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED

Opinion

We have audited the financial statements of Severn Valley Railway Charitable Trust Limited (the 'charitable company') for the year ended 30 June 2019 set out on pages 15 to 36. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 June 2019 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Prior period figures

In the prior period the Severn Valley Railway Charitable Trust Limited was not required to be audited, and the trustees did not choose to have an audit. Therefore the prior period financial statements are not audited.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual report, other than the financial statements and our Auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditor's report.

SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED
(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

Crowe U.K. LLP

Crowe U.K. LLP

Statutory Auditor

Black Country House
Rounds Green Road
Oldbury
West Midlands
B69 2DG

Date: *3 March 2020*

Crowe U.K. LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED
(A company limited by guarantee)

**STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2019**

| | Note | Unrestricted funds 2019 £ | Restricted funds 2019 £ | Endowment funds 2019 £ | Total funds 2019 £ | Total funds 2018 £ |
|--|----------|------------------------------------|----------------------------------|---------------------------------|-----------------------------|-----------------------------|
| Income and endowments from: | | | | | | |
| Donations and legacies | 2 | 681,772 | 931,983 | - | 1,613,755 | 966,833 |
| Investments | 3 | 2,862 | 31,117 | - | 33,979 | 26,820 |
| Total income and endowments | | 684,634 | 963,100 | - | 1,647,734 | 993,653 |
| Expenditure on: | | | | | | |
| Raising funds | 4 | 128,251 | 42 | 11,133 | 139,426 | 159,437 |
| Charitable activities | 6,8 | 485,885 | 210,106 | - | 695,991 | 434,668 |
| Total expenditure | 4 | 614,136 | 210,148 | 11,133 | 835,417 | 594,105 |
| Net income / (expenditure) before investment gains | | 70,498 | 752,952 | (11,133) | 812,317 | 399,548 |
| Net gains on investments | 12 | 2,344 | 151 | 39,027 | 41,522 | 50,429 |
| Net income before transfers | | 72,842 | 753,103 | 27,894 | 853,839 | 449,977 |
| Transfers between Funds | 17 | 21,899 | 4,530 | (26,429) | - | - |
| Net income before other recognised gains and losses | | 94,741 | 757,633 | 1,465 | 853,839 | 449,977 |
| Net movement in funds | | 94,741 | 757,633 | 1,465 | 853,839 | 449,977 |
| Reconciliation of funds: | | | | | | |
| Total funds brought forward | | 466,936 | 402,795 | 1,228,591 | 2,098,322 | 1,648,345 |
| Total funds carried forward | | 561,677 | 1,160,428 | 1,230,056 | 2,952,161 | 2,098,322 |

The notes on pages 18 to 36 form part of these financial statements.

SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED

(A company limited by guarantee)

REGISTERED NUMBER: 04341280

**BALANCE SHEET
AS AT 30 JUNE 2019**

| | Note | £ | 2019 £ | £ | 2018 £ |
|---|------|------------------|------------------|----------------|------------------|
| Fixed assets | | | | | |
| Tangible assets | 11 | | 131,853 | | 156,444 |
| Investments | 12 | | 1,487,187 | | 1,270,339 |
| | | | <u>1,619,040</u> | | <u>1,426,783</u> |
| Current assets | | | | | |
| Stocks | 13 | 11,973 | | 3,333 | |
| Debtors | 14 | 48,512 | | 103,692 | |
| Cash at bank and in hand | | 1,307,786 | | 589,036 | |
| | | <u>1,368,271</u> | | <u>696,061</u> | |
| Creditors: amounts falling due within one year | 15 | (35,150) | | (24,522) | |
| Net current assets | | | <u>1,333,121</u> | | <u>671,539</u> |
| Net assets | | | <u>2,952,161</u> | | <u>2,098,322</u> |
| Charity Funds | | | | | |
| Endowment funds | 17 | | 1,230,056 | | 1,228,591 |
| Restricted funds | 17 | | 1,160,428 | | 402,795 |
| Unrestricted funds | 17 | | 561,677 | | 466,936 |
| Total funds | | | <u>2,952,161</u> | | <u>2,098,322</u> |

The company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The trustees consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act. However, an audit is required in accordance with section 144 of the Charities Act 2011.

The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The financial statements were approved and authorised for issue by the trustees on 2nd March 2020 and signed on their behalf, by:

.....
J Leftwich

.....
P B Copsey

The notes on pages 18 to 36 form part of these financial statements.

SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED
(A company limited by guarantee)

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2019

| | Note | 2019 £ | 2018 £ |
|--|------|------------------|------------------|
| Cash flows from operating activities | | | |
| Net cash provided by operating activities | 19 | 861,382 | 345,194 |
| Cash flows from investing activities: | | | |
| Dividends, interest and rents from investments | | 33,979 | 26,820 |
| Purchase of tangible fixed assets | | (1,286) | (877) |
| Proceeds from sale of investments | | 135,392 | 102,290 |
| Purchase of investments | | (338,805) | (267,115) |
| Net cash used in investing activities | | (170,720) | (138,882) |
| Change in cash and cash equivalents in the year | | 690,662 | 206,312 |
| Cash and cash equivalents brought forward | | 639,969 | 433,657 |
| Cash and cash equivalents carried forward | 20 | 1,330,631 | 639,969 |

There are restricted funds held as cash amounts to £1,083,549 (2018: £458,479).

The notes on pages 18 to 36 form part of these financial statements.

SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

1. Accounting Policies

1.1 Company status

The Severn Valley Railway Charitable Trust Limited is a company limited by guarantee in England, whose registered office is Number One, Comberton Place, Kidderminster, Worcestershire, DY10 1QR. The companies registered number is 04341280. The members of the company are the trustees named on page 1. In the event of the Severn Valley Railway Charitable Trust Limited being wound up, the liability in respect of the guarantee is limited to £1 per member of the Severn Valley Railway Charitable Trust Limited.

1.2 Basis of preparation of financial statements

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) and the Companies Act 2006.

Severn Valley Railway Charitable 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.

Severn Valley Railway Charitable Trust Limited constitutes a public benefit entity as defined by FRS 102.

1.3 Going concern

The company has cash resources and has no requirement for external funding. The trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. They continue to believe the going concern basis of accounting appropriate in preparing the annual financial statements.

1.4 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the company and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

1. Accounting Policies (continued)

1.5 Income

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 income receivable can be measured reliably.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Donated services or facilities are recognised when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of the Friends is not recognised and refer to the Trustees' report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

1.6 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Governance costs are those incurred in connection with administration of the company and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Charitable activities and Governance costs are costs incurred on the company's educational operations, including support costs and costs relating to the governance of the company apportioned to charitable activities.

SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

1. Accounting Policies (continued)

1.7 Tangible fixed assets and depreciation

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of financial activities incorporating income and expenditure account.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

| | |
|------------------|---------------------|
| Artefacts | - 10% straight line |
| Rolling stock | - 10% straight line |
| Office equipment | - 33% straight line |

1.8 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless fair value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading 'Gains/(losses) on investments' in the Statement of financial activities incorporating income and expenditure account.

The Heritage Lottery Fund Catalyst: Endowment Fund is held in a managed fund by Brewin Dolphin.

1.9 Investment Income

Income generated from the Heritage Lottery Fund Catalyst: Endowment fund is treated as endowment income, unless it relates to any unapplied total return. If this is the case, the income is treated as restricted and held in a separate fund of the same name. The income is restricted to the restoration of rolling stock.

1.10 Interest receivable

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

1.11 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.12 Cash at Bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

1. Accounting Policies (continued)

1.13 Financial instruments

Debtors

Short term debtors are measured at transaction price, less any impairment.

Creditors

Short term creditors are measured at transaction price.

Cash

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

There are no complex financial instruments.

1.14 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

1.15 Role of volunteers

The charity relies on the efforts of its volunteers. The value of these volunteers is not incorporated within the accounts.

1.16 Critical accounting estimates and areas of judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical areas of judgement:

- i) Valuation of the rolling stock which is based on past experience and expert knowledge.

SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

2. Income from donations and legacies

| | Unrestricted funds 2019 £ | Restricted funds 2019 £ | Endowment funds 2019 £ | Total funds 2019 £ | Total funds 2018 £ |
|------------------------------|------------------------------------|----------------------------------|---------------------------------|-----------------------------|-----------------------------|
| Donations and legacies | 515,890 | 724,269 | - | 1,240,159 | 712,332 |
| Income tax reclaimable | 11,667 | 35,136 | - | 46,803 | 51,331 |
| Grants | - | 172,578 | - | 172,578 | 99,400 |
| Other income | 154,215 | - | - | 154,215 | 103,770 |
| | <u>681,772</u> | <u>931,983</u> | <u>-</u> | <u>1,613,755</u> | <u>966,833</u> |
| Total donations and legacies | 681,772 | 931,983 | - | 1,613,755 | 966,833 |
| | <u>611,023</u> | <u>344,419</u> | <u>11,391</u> | <u>966,833</u> | |
| Total 2018 | 611,023 | 344,419 | 11,391 | 966,833 | |

3. Investment income

| | Unrestricted funds 2019 £ | Restricted funds 2019 £ | Endowment funds 2019 £ | Total funds 2019 £ | Total funds 2018 £ |
|---------------------|------------------------------------|----------------------------------|---------------------------------|-----------------------------|-----------------------------|
| Dividend income | 1,185 | 31,117 | - | 32,302 | 26,495 |
| Interest receivable | 1,677 | - | - | 1,677 | 325 |
| | <u>2,862</u> | <u>31,117</u> | <u>-</u> | <u>33,979</u> | <u>26,820</u> |
| | <u>325</u> | <u>26,495</u> | <u>-</u> | <u>26,820</u> | |
| Total 2018 | 325 | 26,495 | - | 26,820 | |

SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

4. Analysis of Expenditure by expenditure type

| | Staff costs 2019 £ | Depreciation 2019 £ | Other costs 2019 £ | Total 2019 £ | Total 2018 £ |
|--|--------------------------|---------------------------|--------------------------|--------------------|--------------------|
| Costs of generating voluntary income (note 6) | 75,362 | 833 | 51,640 | 127,835 | 148,557 |
| Investment management costs | - | - | 11,591 | 11,591 | 10,880 |
| Costs of raising funds | 75,362 | 833 | 63,231 | 139,426 | 159,437 |
| Charitable activities: Railway restoration and education (note 7) | 14,957 | 25,044 | 593,247 | 633,248 | 408,468 |
| Management and administration (note 9) | 57,743 | - | 5,000 | 62,743 | 26,200 |
| | 148,062 | 25,877 | 661,478 | 835,417 | 594,105 |
| <i>Total 2018</i> | <i>128,411</i> | <i>24,348</i> | <i>441,346</i> | <i>594,105</i> | |

5. Costs of generating voluntary income

| | Unrestricted funds 2019 £ | Restricted funds 2019 £ | Endowment funds 2019 £ | Total funds 2019 £ | Total funds 2018 £ |
|------------------------------|------------------------------------|----------------------------------|---------------------------------|-----------------------------|-----------------------------|
| Fundraising costs | 33,394 | - | - | 33,394 | 47,882 |
| Support costs | 18,246 | - | - | 18,246 | 11,263 |
| Wages and salaries | 75,362 | - | - | 75,362 | 88,858 |
| Support costs - depreciation | 833 | - | - | 833 | 554 |
| | 127,835 | - | - | 127,835 | 148,557 |
| <i>Total 2018</i> | <i>148,557</i> | <i>-</i> | <i>-</i> | <i>148,557</i> | |

SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

6. Direct costs

| | Charitable activities £ | Total 2019 £ | Total 2018 £ |
|-----------------------------------|-------------------------------|--------------------|--------------------|
| Railway restoration | 494,700 | 494,700 | 306,461 |
| Engineering academy and education | 98,547 | 98,547 | 63,000 |
| Wages and salaries | 14,957 | 14,957 | 15,213 |
| Depreciation | 25,044 | 25,044 | 23,794 |
| | <u>633,248</u> | <u>633,248</u> | <u>408,468</u> |
| <i>Total 2018</i> | <u>408,468</u> | <u>408,468</u> | |

7. Support costs

| | 2019 £ | 2018 £ |
|---------------------------------|---------------|---------------|
| Professional fees | 3,596 | 2,976 |
| Telephone, postage & stationery | 5,890 | 4,295 |
| Travel and subsistence | 4,553 | 2,031 |
| Bank charges | 2,726 | 1,961 |
| Training | 1,481 | - |
| Depreciation | 833 | 554 |
| | <u>19,079</u> | <u>11,817</u> |
| Total | <u>19,079</u> | <u>11,817</u> |

8. Management and administration

| | Unrestricted funds 2019 £ | Restricted funds 2019 £ | Endowment funds 2019 £ | Total funds 2019 £ | Total funds 2018 £ |
|-----------------------|------------------------------------|----------------------------------|---------------------------------|-----------------------------|-----------------------------|
| Auditors remuneration | 5,000 | - | - | 5,000 | 1,860 |
| Wages and salaries | 57,743 | - | - | 57,743 | 24,340 |
| | <u>62,743</u> | <u>-</u> | <u>-</u> | <u>62,743</u> | <u>26,200</u> |

SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

9. Net income/(expenditure)

This is stated after charging:

| | 2019 £ | 2018 £ |
|--|---------------|---------------|
| Depreciation of tangible fixed assets: - owned by the charity | 25,877 | 24,348 |
| Auditor's remuneration - audit | 5,000 | - |
| | <u>25,877</u> | <u>24,348</u> |

During the year, no trustees received any remuneration (2018 - £NIL).

During the year, no trustees received any benefits in kind (2018 - £NIL).

During the year, no trustees received any reimbursement of expenses (2018 - £NIL).

10. Staff costs

Staff costs were as follows:

| | 2019 £ | 2018 £ |
|-----------------------|----------------|----------------|
| Wages and salaries | 128,074 | 114,904 |
| Social security costs | 11,415 | 8,295 |
| Other pension costs | 8,573 | 5,212 |
| | <u>148,062</u> | <u>128,411</u> |

The total redundancy costs incurred in the year were £Nil (2018: £2,700).

The average number of persons employed by the company during the year was as follows:

| 2019 No. | 2018 No. |
|-------------|-------------|
| 5 | 5 |

No employee received remuneration amounting to more than £60,000 in either year.

The key management personnel of the charity is the Director of Development. The total benefits of key management personnel of the charity were £59,683 (2018: £60,851).

SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

11. Tangible fixed assets

| | Artefacts £ | Rolling stock £ | Office equipment £ | Total £ |
|-----------------------|----------------|-----------------------|--------------------------|------------|
| Cost | | | | |
| At 1 July 2018 | 3,445 | 249,750 | 2,443 | 255,638 |
| Additions | - | - | 1,286 | 1,286 |
| At 30 June 2019 | 3,445 | 249,750 | 3,729 | 256,924 |
| Depreciation | | | | |
| At 1 July 2018 | 2,365 | 95,232 | 1,597 | 99,194 |
| Charge for the year | 344 | 24,700 | 833 | 25,877 |
| At 30 June 2019 | 2,709 | 119,932 | 2,430 | 125,071 |
| Net book value | | | | |
| At 30 June 2019 | 736 | 129,818 | 1,299 | 131,853 |
| At 30 June 2018 | 1,080 | 154,518 | 846 | 156,444 |

12. Fixed asset investments

| | Listed securities £ | Shares in SVR (Holdings) Plc £ | Total £ |
|----------------------------------|---------------------------|--|------------|
| Market value | | | |
| At 1 July 2018 | 1,245,904 | 24,435 | 1,270,339 |
| Additions | 338,805 | - | 338,805 |
| Disposals | (135,392) | - | (135,392) |
| Revaluations | 41,523 | - | 41,523 |
| Movements in cash held by Broker | (28,088) | - | (28,088) |
| At 30 June 2019 | 1,462,752 | 24,435 | 1,487,187 |

Investments at market value comprise:

| | 2019 £ | 2018 £ |
|---|-----------|-----------|
| Listed investments | 1,462,752 | 1,245,904 |
| Market value of shares held in SVR (Holdings) Plc | 24,435 | 24,435 |
| Total market value | 1,487,187 | 1,270,339 |

All the fixed asset investments are held in the UK

SEVERN VALLEY RAILWAY CHARITABLE TRUST LIMITED
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

12. Fixed asset investments (continued)

The endowment fund has been invested on a total return basis. Currently, there is no unapplied total return as all income generated is to be re-invested in the fund. During the year, donations of £154,530 (2018: £77,484) have been invested. This amount has been transferred into the Broker account for Brewin Dolphin to invest in line with the investment policy. Investment income of £32,302 (2018: £26,495) has been generated during the year which remains within the endowment fund.

During the year £150,000 from unrestricted funds and £4,530 from restricted funds have been invested with Brewin Dolphin alongside the total return endowment funds. The total income and capital gains generated during the year have been apportioned between funds based on the proportion of restricted, unrestricted and endowment funds invested with Brewin Dolphin at the point of each new cash injection.

13. Stocks

| | 2019 £ | 2018 £ |
|-------|-----------|-----------|
| Parts | 11,973 | 3,333 |

14. Debtors

| | 2019 £ | 2018 £ |
|---------------|-----------|-----------|
| Other debtors | 48,512 | 103,692 |

15. Creditors: Amounts falling due within one year

| | 2019 £ | 2018 £ |
|------------------------------------|-----------|-----------|
| Other taxation and social security | 3,144 | 4,146 |
| Accruals | 32,006 | 20,376 |
| | 35,150 | 24,522 |

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16. Financial instruments

| | 2019 £ | 2018 £ |
|--|------------------|------------------|
| Financial assets measured at fair value through income and expenditure | <u>1,464,342</u> | <u>1,219,406</u> |
| Financial liabilities measured at amortised cost | <u>32,006</u> | <u>20,376</u> |

Financial assets measured at fair value through income and expenditure comprise listed investments and shares in SVR (Holdings) Plc .

Financial liabilities measured at amortised cost comprise accruals.

17. Statement of funds

Statement of funds - current year

| | Balance at 1 July 2018 £ | Income £ | Expenditure £ | Transfers in/out £ | Gains/ (Losses) £ | Balance at 30 June 2019 £ |
|---|--------------------------------|----------------|------------------|--------------------------|-------------------------|------------------------------------|
| Designated funds | | | | | | |
| Hagley Hall 4930 | 29,000 | - | (29,000) | - | - | - |
| Engineering Academy | 5,763 | - | (5,763) | - | - | - |
| Track improvements | 46,000 | - | (46,000) | - | - | - |
| Building improvements | 25,900 | - | (25,900) | - | - | - |
| Futures fund | - | 1,185 | (416) | 150,000 | 2,344 | 153,113 |
| | <u>106,663</u> | <u>1,185</u> | <u>(107,079)</u> | <u>150,000</u> | <u>2,344</u> | <u>153,113</u> |
| General funds | | | | | | |
| General Funds - all funds | 360,273 | 683,449 | (507,057) | (128,101) | - | 408,564 |
| Total Unrestricted funds | <u>466,936</u> | <u>684,634</u> | <u>(614,136)</u> | <u>21,899</u> | <u>2,344</u> | <u>561,677</u> |
| Endowment funds | | | | | | |
| Heritage Lottery Fund Catalyst: Endowments fund | <u>1,228,591</u> | <u>-</u> | <u>(11,133)</u> | <u>(26,429)</u> | <u>39,027</u> | <u>1,230,056</u> |

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**NOTES TO THE FINANCIAL STATEMENTS
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17. Statement of funds (continued)

Restricted funds

| | Balance at 1 July 2018 | Income | Expenditure | Transfers in/out | Gains/ (Losses) | Balance at 30 June 2019 |
|---|---------------------------|------------------|------------------|---------------------|--------------------|-------------------------------|
| Heritage Lottery Fund Catalyst: Endowments fund | 41,123 | 30,999 | - | - | - | 72,122 |
| Heritage Lottery Fund Catalyst: Restricted fund | - | 5,328 | (42) | 4,530 | 151 | 9,967 |
| Hinton Manor 7819 | 14,282 | 7,795 | (3,500) | - | - | 18,577 |
| LNER Restaurant Composite 7960 | 283 | - | - | - | - | 283 |
| Mark 1 TSO 4509 | 2,791 | - | - | - | - | 2,791 |
| LMS & BR Coach Department | 23,198 | 5,742 | (4,808) | - | - | 24,132 |
| LNER Coach 52255 | 946 | - | - | - | - | 946 |
| LNER Coach Department | 5,150 | 2,361 | (1,414) | - | - | 6,097 |
| Hagley Hall 4930 | 53,215 | 13,027 | - | - | - | 66,242 |
| Diesel Facility | 13,441 | 14,370 | (15,000) | - | - | 12,811 |
| Engineering Academy | - | 95,630 | (86,737) | - | - | 8,893 |
| Toad A Brake Van 17410 | 3,037 | 38 | - | - | - | 3,075 |
| Bridgnorth Station Restoration Fund | 772 | 2,195 | - | - | - | 2,967 |
| Bridgnorth Turntable Fund | 18,209 | - | - | - | - | 18,209 |
| Disabled Dining & Travel Facilities Fund | 28,250 | 152 | (28,263) | - | - | 139 |
| Locomotive 45110 | 1,000 | - | (1,000) | - | - | - |
| Falling Sands Viaduct | 197,098 | 254,002 | (65,984) | - | - | 385,116 |
| Education fund | - | 10,000 | (3,400) | - | - | 6,600 |
| GWR Buffet 9581 | - | 18,288 | - | - | - | 18,288 |
| GWR Restoration fund | - | 503,173 | - | - | - | 503,173 |
| | <u>402,795</u> | <u>963,100</u> | <u>(210,148)</u> | <u>4,530</u> | <u>151</u> | <u>1,160,428</u> |
| Total of funds | <u>2,098,322</u> | <u>1,647,734</u> | <u>(835,417)</u> | <u>-</u> | <u>41,522</u> | <u>2,952,161</u> |

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**NOTES TO THE FINANCIAL STATEMENTS
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17. Statement of funds (continued)

Statement of funds - prior year

| | <i>Balance at 1 July 2017</i> | <i>Income</i> | <i>Expenditure</i> | <i>Transfers in/out</i> | <i>Gains/ (Losses)</i> | <i>Balance at 30 June 2018</i> |
|---|-----------------------------------|----------------|--------------------|-----------------------------|----------------------------|--|
| | £ | £ | £ | £ | £ | £ |
| Designated funds | | | | | | |
| Hagley Hall 4930 | - | - | - | 29,000 | - | 29,000 |
| Engineering Academy | - | - | - | 5,763 | - | 5,763 |
| Track improvements | - | - | - | 46,000 | - | 46,000 |
| Building improvements | - | - | - | 25,900 | - | 25,900 |
| | <u>-</u> | <u>-</u> | <u>-</u> | <u>106,663</u> | <u>-</u> | <u>106,663</u> |
| General Funds - all funds | <u>280,046</u> | <u>611,348</u> | <u>(412,341)</u> | <u>(118,780)</u> | <u>-</u> | <u>360,273</u> |
| Endowment funds | | | | | | |
| Heritage Lottery Fund Catalyst: Endowments fund | <u>1,166,771</u> | <u>11,391</u> | <u>-</u> | <u>-</u> | <u>50,429</u> | <u>1,228,591</u> |

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**NOTES TO THE FINANCIAL STATEMENTS
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17. Statement of funds (continued)

Restricted funds

| | <i>Balance at 1 July 2017</i> | <i>Income</i> | <i>Expenditure</i> | <i>Transfers in/out</i> | <i>Gains/ (Losses)</i> | <i>Balance at 30 June 2018</i> |
|---------------------------|-----------------------------------|----------------|--------------------|-----------------------------|----------------------------|--|
| Heritage Lottery Fund | | | | | | |
| Catalyst: Endowments | | | | | | |
| fund | 14,628 | 26,495 | - | - | - | 41,123 |
| Hinton Manor 7819 | 13,339 | 943 | - | - | - | 14,282 |
| LNER Restaurant | | | | | | |
| Composite 7960 | 99 | 184 | - | - | - | 283 |
| Mark 1 TSO 4509 | 2,791 | - | - | - | - | 2,791 |
| LMS & BR Coach | | | | | | |
| Department | 18,081 | 5,232 | (115) | - | - | 23,198 |
| LNER Coach 52255 | 946 | - | - | - | - | 946 |
| LNER Coach Department | 738 | 4,545 | (133) | - | - | 5,150 |
| Hagley Hall 4930 | 50,206 | 12,509 | (9,500) | - | - | 53,215 |
| Diesel Facility | 5,304 | 12,362 | (4,225) | - | - | 13,441 |
| Engineering Academy | 92 | 51,671 | (63,000) | 11,237 | - | - |
| Diesel Shunter 'Silver | | | | | | |
| Spoon' | 290 | - | (290) | - | - | - |
| Toad A Brake Van 17410 | 6,613 | 1,980 | (5,556) | - | - | 3,037 |
| Bridgnorth Station | | | | | | |
| Restoration Fund | 423 | 35,349 | (35,000) | - | - | 772 |
| Bridgnorth Turntable Fund | 18,178 | 31 | - | - | - | 18,209 |
| Disabled Dining & Travel | | | | | | |
| Facilities Fund | 69,800 | 8,450 | (50,000) | - | - | 28,250 |
| Locomotive 45110 | - | 1,000 | - | - | - | 1,000 |
| Vandalised coaches | - | 12,120 | (13,000) | 880 | - | - |
| Falling Sands Viaduct | - | 198,043 | (945) | - | - | 197,098 |
| | <u>201,528</u> | <u>370,914</u> | <u>(181,764)</u> | <u>12,117</u> | <u>-</u> | <u>402,795</u> |
| Total of funds | <u>1,648,345</u> | <u>993,653</u> | <u>(594,105)</u> | <u>-</u> | <u>50,429</u> | <u>2,098,322</u> |

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**NOTES TO THE FINANCIAL STATEMENTS
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Summary of funds - current year

| | Balance at 1 July 2018 £ | Income £ | Expenditure £ | Transfers in/out £ | Gains/ (Losses) £ | Balance at 30 June 2019 £ |
|------------------|--------------------------------|------------------|------------------|--------------------------|-------------------------|------------------------------------|
| Designated funds | 106,663 | 1,185 | (107,079) | 150,000 | 2,344 | 153,113 |
| General funds | 360,273 | 683,449 | (507,057) | (128,101) | - | 408,564 |
| | <u>466,936</u> | <u>684,634</u> | <u>(614,136)</u> | <u>21,899</u> | <u>2,344</u> | <u>561,677</u> |
| Endowment funds | 1,228,591 | - | (11,133) | (26,429) | 39,027 | 1,230,056 |
| Restricted funds | 402,795 | 963,100 | (210,148) | 4,530 | 151 | 1,160,428 |
| | <u>2,098,322</u> | <u>1,647,734</u> | <u>(835,417)</u> | <u>-</u> | <u>41,522</u> | <u>2,952,161</u> |

Summary of funds - prior year

| | Balance at 1 July 2017 £ | Income £ | Expenditure £ | Transfers in/out £ | Gains/ (Losses) £ | Balance at 30 June 2018 £ |
|------------------|--------------------------------|----------------|------------------|--------------------------|-------------------------|------------------------------------|
| Designated funds | - | - | - | 106,663 | - | 106,663 |
| General funds | 280,046 | 611,348 | (412,341) | (118,780) | - | 360,273 |
| | <u>280,046</u> | <u>611,348</u> | <u>(412,341)</u> | <u>(12,117)</u> | <u>-</u> | <u>466,936</u> |
| Endowment funds | 1,166,771 | 11,391 | - | - | 50,429 | 1,228,591 |
| Restricted funds | 201,528 | 370,914 | (181,764) | 12,117 | - | 402,795 |
| | <u>1,648,345</u> | <u>993,653</u> | <u>(594,105)</u> | <u>-</u> | <u>50,429</u> | <u>2,098,322</u> |

| | |
|-------------------------------|---|
| HLF Catalyst Endowment | This is an endowment fund for the purpose of creating future income for the Trust for the continuance of its activities. Monies raised were match funded by Heritage Lottery Fund (HLF) up to a maximum of £500,000 which has been reached. |
| HLF Restricted Fund | This is a restricted fund for the purpose of creating future income for the Trust for the continuance of its activities. For donations made since the end of the matched funding arrangement with HLF. |
| Hinton Manor 7819 | This is a restricted fund for the purpose of returning the locomotive to service. |
| LNER Restaurant | This is a restricted fund for the purpose of restoring the vehicle to Composite 7960 service. |
| Mark 1 TSO 4509 | This is a restricted fund for the purpose of completion of restoration. |

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**NOTES TO THE FINANCIAL STATEMENTS
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17. Statement of funds (continued)

| | |
|---|---|
| LMS & BR Coach Department | This is a restricted fund for the purpose of restoring LMS & BR built vehicles to original condition. |
| LNER Coach 52255 | This is a restricted fund for the purpose of improving LNER coach 52255. |
| LNER Coach Department | This is a restricted fund for the purpose of restoring LNER built vehicles to original condition. |
| Hagley Hall 4930 | This is a restricted fund for the purpose of restoring the locomotive 4930 Hagley Hall to service. |
| Diesel Facility | This is a restricted fund to provide a purpose built facility for the restoration and maintenance of diesel locomotives. |
| Engineering Academy | This is a restricted fund for the purpose of providing training in railway engineering skills. |
| Diesel Shunter | This is a restricted fund for the purpose of restoring the locomotive to Silver Spoon' service |
| Toad A Brake Van 17410 | This is a restricted fund for the purpose of restoring the vehicle to service. |
| Bridgnorth Station Restoration Fund | This is a restricted fund for the purpose of restoring the station. |
| Bridgnorth Turntable Fund | This is a restricted fund for the purpose of restoring the turntable. |
| Disabled Dining & Travel Facilities Fund | This is a restricted fund for the purpose of providing dining facilities for disabled passengers. |
| HLF Catalyst Restricted | This is a restricted fund for the dividends received on the investments held by Brewin Dolphin. The funds are restricted for the purpose of preserving the Severn Valley Railway Rolling Stock. |
| Track Improvements | This is a restricted fund for the purpose funding track improvement work. |
| Buildings Improvements | This is a restricted fund for the purpose of funding building improvement work. |
| Locomotive 45110 | This is a restricted fund for the purpose of restoring the locomotive to service. |
| Vandalised coaches | This is a restricted fund for the purpose of restoring the coaches vandalised. |
| Falling Sands Viaduct | This is a restricted fund for the purpose of the restoration of the viaduct. |
| Education fund | This is a restricted fund to educate the public |

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**NOTES TO THE FINANCIAL STATEMENTS
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17. Statement of funds (continued)

| | |
|------------------------|--|
| GWR Buffet 9581 | This is a restricted fund to convert carriage 9581 into a wheelchair-accessible buffet carriage. |
| GWR Restoration | This is a restricted fund specifically for 4930 Hagley Hall locomotive and / or a GWR turntable. |

The transfer between endowment and restricted funds represent donations invested with Brewin Dolphin which were made after the HLF matched funding arrangement ended. These donations were restricted by the donors for investment but did not form part of the initial endowment.

The transfer between endowment and unrestricted funds represent the investment manager fees incurred on the Brewin Dolphin portfolio during 2016, 2017 and 2018 which have previously been included within unrestricted funds. Going forward the fees will be charged proportionately based on the percentage endowment, restricted and unrestricted funds invested with Brewin Dolphin.

The general reserves held were in excess of the charity's reserves policy, as a result the trustee's have elected to allocate additional funds for future spending and has created designated funds. During the year £150,000 has been designated for investment in the "Futures Fund" which is held alongside the endowment fund in the Brewin Dolphin portfolio. The purpose of the "Futures Fund" is to provide a steady funding stream to help protect and preserve the SVR's rolling stock and infrastructure and strengthen its educational offerings.

18. Analysis of net assets between funds

Analysis of net assets between funds - current year

| | Unrestricted funds 2019 £ | Restricted funds 2019 £ | Endowment funds 2019 £ | Total funds 2019 £ |
|-------------------------------|--|--|---|---------------------------------------|
| Tangible fixed assets | 131,853 | - | - | 131,853 |
| Fixed asset investments | 175,042 | 82,089 | 1,230,056 | 1,487,187 |
| Current assets | 289,932 | 1,078,339 | - | 1,368,271 |
| Creditors due within one year | (35,150) | - | - | (35,150) |
| | 561,677 | 1,160,428 | 1,230,056 | 2,952,161 |

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**NOTES TO THE FINANCIAL STATEMENTS
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18. Analysis of net assets between funds (continued)

Analysis of net assets between funds - prior year

| | <i>Unrestricted funds 2018 £</i> | <i>Restricted funds 2018 £</i> | <i>Endowment funds 2018 £</i> | <i>Total funds 2018 £</i> |
|-------------------------------|--|--|---|---------------------------------------|
| Tangible fixed assets | 156,444 | - | - | 156,444 |
| Fixed asset investments | 24,435 | 41,123 | 1,204,781 | 1,270,339 |
| Current assets | 310,579 | 361,672 | 23,810 | 696,061 |
| Creditors due within one year | (24,522) | - | - | (24,522) |
| | <u>466,936</u> | <u>402,795</u> | <u>1,228,591</u> | <u>2,098,322</u> |

19. Reconciliation of net movement in funds to net cash flow from operating activities

| | 2019 £ | 2018 £ |
|--|-----------------------|-----------------------|
| Net income for the year (as per Statement of Financial Activities) | 853,839 | 449,977 |
| Adjustment for: | | |
| Depreciation charges | 25,877 | 24,348 |
| Changes in market valuation | (41,523) | (50,429) |
| Dividends, interest and rents from investments | (33,979) | (26,820) |
| Increase in stocks | (8,640) | - |
| Decrease/(increase) in debtors | 55,180 | (24,641) |
| Increase/(decrease) in creditors | 10,628 | (2,241) |
| Donated goods | - | (25,000) |
| Net cash provided by operating activities | <u>861,382</u> | <u>345,194</u> |

20. Analysis of cash and cash equivalents

| | 2019 £ | 2018 £ |
|---------------------|-------------------------|-----------------------|
| Cash in hand | 1,307,786 | 589,036 |
| Cash held by Broker | 22,845 | 50,933 |
| Total | <u>1,330,631</u> | <u>639,969</u> |

21. Pension commitments

The Charity operates a defined contribution pension scheme. The assets of scheme are held separately from those of the Charity in an independently administered funds. The pension cost shown in note 11 represents the contributions payable by the Charity to these funds.

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22. Related party transactions

During the year the charity donated £454,869 (2018 £317,374) to Severn Valley Railway (Holdings) Plc.

Included with creditors is an amount of £8,565 (2018: £8,918) owed to Severn Valley Railway (Holdings) Plc which relates to recharges. Included within debtors is an amount of £40,745 (2018: £52,087) owed from Severn Valley Railway (Holdings) Plc for services supplied.