

Charity registration number 1192875

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2021

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Dr J Nye	(Appointed 21 December 2020)
	Ms L Collings	(Appointed 21 December 2020)
	Mr C Fleming	(Appointed 21 December 2020)
	Dr J Naylor	(Appointed 21 December 2020)
	Dr D Rooney	(Appointed 21 December 2020)
Charity number	1192875	
Principal address	The Clockworks 6 Nettlefold Place London SE27 0JW	
Auditor	Perrys Audit Limited 4th Floor 399-401 Strand London WC2R 0LT	

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

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THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

TRUSTEES' REPORT

FOR THE PERIOD ENDED 31 DECEMBER 2021

The trustees present their annual report and financial statements for the period ended 31 December 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's constitution, the Charities Act 2011 and "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

The charity's objects are to advance public education in all aspects of practical and theoretical electrical timekeeping and horology in general by:

- The establishment and maintenance of a collection of timepieces available for public display and teaching purposes
- Promoting and studying the history, preservation and conservation of relevant objects and to encourage the publication of books and papers and research and training purposes
- Maintaining a repair and conservation capability aimed at preserving the originality and integrity of the in-house collection and other clocks

There has been no change in these objects during the period.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

The charity had net income for the period of £1,113,740. Included within this were initial donations of £1,022,555 from the benefactor of the charity.

The investments held by the charity realised dividends of £5,621 and interest of £162 during the period. Investments sold during the period were sold for a net gain of £50,691 and investments held at the period end had increased in value by £45,071.

Financial review

During the period, reserves were held to cover between at least three and six months' expenditure at any one time. The trustees consider that reserves at this level ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

Governing document

The charity is a Charitable Incorporated Organisation (CIO) and is operated in accordance with its constitution.

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

TRUSTEES' REPORT (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2021

Trustees

The trustees who served during the period and up to the date of signature of the financial statements were:

Dr J Nye	(Appointed 21 December 2020)
Ms L Collings	(Appointed 21 December 2020)
Mr C Fleming	(Appointed 21 December 2020)
Dr J Naylor	(Appointed 21 December 2020)
Dr D Rooney	(Appointed 21 December 2020)

Recruitment and appointment of trustees

Apart from the first charity trustees, every trustee must be appointed for a term of three years by a resolution passed at a properly convened meeting of the charity trustees. In selecting individuals for appointment as charity trustees, the charity trustees must have regard to the skills, knowledge and experience needed for the effective administration of the CIO.

None of the trustees has any beneficial interest in the charity. All of the trustees are members of the charity and guarantee to contribute £nil in the event of a winding up.

Organisation structure

The members of the CIO are its trustees. The only persons eligible to be members of the CIO are its charity trustees. Membership cannot be transferred to anyone else. The trustees of the charity, and therefore its members, must be natural persons.

Induction and training of trustees

The charity trustees will make available to each new charity trustee, on or before his or her first appointment, a copy of the current version of the charity constitution and a copy of the latest trustees' annual report and financial statements.

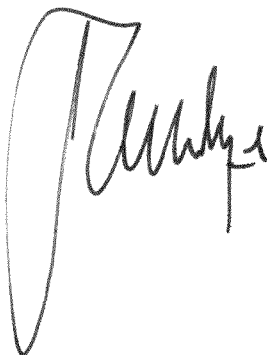
Remuneration policy

The trustees, or any connected person of the trustees, may not receive any remuneration from the charity.

The trustees' report was approved by the Board of Trustees.

Dr J Nye
Trustee

25 October 2022



THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE PERIOD ENDED 31 DECEMBER 2021

The trustees 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).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period.

In preparing these financial statements, the trustees are required to:

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

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

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

Opinion

We have audited the financial statements of The Clockworks Charitable Incorporated Organisation (the 'charity') for the period ended 31 December 2021 which comprise the statement of financial activities, the balance sheet and notes to the financial statements, including significant accounting policies. 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 charity's affairs as at 31 December 2021 and of its incoming resources and application of resources, for the period 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 charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC'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.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

Matters on which we are required to report by exception

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

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

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees 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 charity'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 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.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

We gained an understanding of the legal and regulatory framework applicable to the entity and the industry in which it operates, and considered the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

We designed audit procedures to respond to the risk, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

We focussed on laws and regulations which could give rise to a material misstatement in the financial statements. Our tests included agreeing the disclosures in the financial statements to the underlying supporting documentation and enquiries with management.

We did not identify any key audit matters relating to irregularities, including fraud. As in all our audits, we also addressed the risk of management override of internal controls, including testing journals and evaluation whether there was evidence of bias by the trustees that represented a risk of misstatement due to fraud.

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.


Other matters

Your attention is drawn to the fact that the charity has prepared financial statements 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)" (as amended) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

This has been done in order for the financial statements to provide a true and fair view in accordance with current Generally Accepted Accounting Practice.

Use of our report

This report is made solely to the charity'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 charity's trustees those matters we are required to state to them in an auditors' 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Declan McCusker (Senior Statutory Auditor)
for and on behalf of Perrys Audit Limited

Chartered Accountants
Statutory Auditor

28 October 2022

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4th Floor
399-401 Strand
London
WC2R 0LT

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE PERIOD ENDED 31 DECEMBER 2021

	Notes	Unrestricted funds 2021 £
<u>Income from:</u>		
Donations and legacies	2	1,022,555
Investments	3	5,783
Total income		<u>1,028,338</u>
<u>Expenditure on:</u>		
Charitable activities	4	6,589
Other	8	4,371
Total expenditure		<u>10,960</u>
Net gains/(losses) on investments	9	<u>95,762</u>
Net movement in funds		<u>1,113,140</u>
Fund balances at 21 December 2020		<u>-</u>
Fund balances at 31 December 2021		<u><u>1,113,140</u></u>

The statement of financial activities includes all gains and losses recognised in the period.

All income and expenditure derive from continuing activities.

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

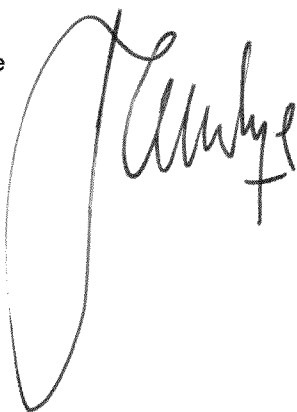
BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021 £	£
Current assets			
Investments	11	982,508	
Cash at bank and in hand		133,602	
		<u>1,116,110</u>	
Creditors: amounts falling due within one year	12	(2,970)	
		<u>1,113,140</u>	
Net current assets			<u>1,113,140</u>
Income funds			
Unrestricted funds			<u>1,113,140</u>
			<u>1,113,140</u>

The financial statements were approved by the Trustees on 25 October 2022

Dr J Nye
Trustee



THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2021

1 Accounting policies

Charity information

The Clockworks Charitable Incorporated Organisation is a Charitable Incorporated Organisation (CIO).

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's constitution, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £1.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 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 are allocated on the portion of the asset's use.

2 Donations and legacies

	Unrestricted funds
	2021 £
Donations and gifts	1,022,555

3 Investments

	Unrestricted funds
	2021 £
Income from listed investments	5,621
Interest receivable	162
	5,783

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2021

4 Charitable activities

	Public education 2021 £
Research and training	61
Share of support costs (see note 5)	3,558
Share of governance costs (see note 5)	2,970
	<u>6,589</u>

5 Support costs

	Support costs £	Governance costs £	2021 £	Support costs £	Governanc e costs £
Bank charges	56	-	56	-	-
Rates	789	-	789	-	-
Light and heat	981	-	981	-	-
Insurance and security	673	-	673	-	-
Secretarial fees	1,059	-	1,059	-	-
Audit fees	-	600	600	-	-
Accountancy	-	2,370	2,370	-	-
	<u>3,558</u>	<u>2,970</u>	<u>6,528</u>	<u>-</u>	<u>-</u>
Analysed between Charitable activities	<u>3,558</u>	<u>2,970</u>	<u>6,528</u>	<u>-</u>	<u>-</u>

Governance costs includes payments to the auditors of £2,970 for audit and accountancy fees.

6 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the period.

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2021

7 Employees

The average monthly number of employees during the period was:

	2021 Number
Total	-

There were no employees whose annual remuneration was more than £60,000.

8 Other

	Unrestricted funds
	2021
Investment fund management fees	4,371

9 Net gains/(losses) on investments

	Unrestricted funds
	2021 £
Revaluation of investments	45,071
Gain/(loss) on sale of investments	50,691
	95,762

10 Financial instruments

	2021 £
Carrying amount of financial assets	
Instruments measured at fair value through profit or loss	982,508

11 Current asset investments

	2021 £
Listed investments	982,508

THE CLOCKWORKS CHARITABLE INCORPORATED ORGANISATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2021

12 Creditors: amounts falling due within one year

2021
£

Accruals and deferred income

2,970

13 Related party transactions

There were no disclosable related party transactions during the period.