


**WEST SOMERSET STEAM RAILWAY
TRUST LIMITED**

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

WEDNESDAY



S7YQN45L

SPE	06/02/2019	#90
COMPANIES HOUSE		
A12	16/02/2019	#306
COMPANIES HOUSE		

A7YPV1C2		
A12	06/02/2019	#281
COMPANIES HOUSE		

WED

**Company Registration Number 1079916
Registered Charity Number 265564**

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

**INDEX TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

	Page No.
Report of the Trustees	1-6
Independent Examiner's Report	7
Statement of Financial Activities	8
Balance Sheet	9-10
Notes to the Financial Statements	11-18

The following pages do not form part of the Statutory Accounts:

Analysis of Funds	19-21
-------------------	-------

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2018

The Trustees present their report together with the financial statements for the year ended 30 September 2018.

Charity Details

The full name of the charity is West Somerset Steam Railway Trust Limited. Charity number 265564. Company number 1079916.

The Trust was incorporated on 2 November 1972 as a company limited by guarantee and as a registered charity. It is governed by its Memorandum and Articles of Association. Revised Articles, reflecting the latest model wording published by the Charities Commission, were approved at the General Meeting held on 25 May 2014.

The registered office is The Railway Station, Bishops Lydeard, Taunton, Somerset TA4 3BX.

Directors and Trustees

The Trustees at the date of this report were as follows:

C A Austin (Chairman)
SV Williams (Secretary)
DH Fraser (Treasurer)
I K Coleby
G W Evens
J G H Jenkins
A R Meade

Changes during the reporting year were as follows:

SV Williams -appointed 28th April 2018
DH Fraser - appointed 13th September 2018
CW Bolt - retired 28th April 2018
PM Treharne-retired 28th April 2018
DE Baker - retired 28th April 2018, reappointed 2nd January 2019

The election of Trustees, who are Directors of the company, takes place at the Annual General Meeting of the Members held each year to consider the annual report and accounts. The Trustees have the ability to co-opt new Trustees between Annual General Meetings.

Objectives and Activities

The Trust's objects are "to promote education by furthering interest in and appreciation of railway lines, equipment, buildings, and construction and steam or other traction engines of historical engineering or scientific importance particularly by preserving and displaying the same."

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

The Trust has three main areas of activity:

- preserving and displaying heritage items relating to railways and the West Somerset Railway (WSR) in particular, and interpreting and curating all the heritage assets owned by the Trust;
- restoring the heritage carriages owned by the Trust for display and operation on the railway; and
- managing the museums at Bishops Lydeard and Blue Anchor.

The Trust's activities on the WSR are carried out in accordance with an agreement with the West Somerset Railway PLC which came into effect on 1 January 2017. This agreement includes sub-leases on the Blue Anchor museum building and the Goods Shed/Gauge Museum at Bishops Lydeard, and provides assurance about future access by the Trust to the railway both for the restoration of heritage carriages and the operation of restored carriages. The Trust also has formal agreements with the West Somerset Railway Association in relation to a licence for the storage of carriages in Sherrings Yard and the use of the Swindon Shed for engineering purposes both at Williton. In support of this cooperation with both organisations and in recognition of its wider role on the West Somerset Railway,, the Trust is a member of the WSR Partnership Development Group.

The main priorities and achievements during the year were as follows.

Preservation and display of heritage

- Identifying opportunities to acquire new artefacts where relevant;
- Explaining the Trust's work to visitors to Galas and the Steam Rally, including opening sleeping car 9038 and carriage 6705 to visitors;
- Developing plans to expand learning opportunities on the WSR in particular in the Trust's museums and heritage carriages.

Heritage carriages

- Progressing restoration work on carriage 6705, which it is hoped to complete in early 2019, and in particular engaging an external contractor to re-upholster the seats;
- Carrying out further protective work on a number of the other heritage carriages to limit further deterioration while funds are raised for their restoration;
- Entering into revised agreements with the West Somerset Railway Association and its trading subsidiary to ensure continued access to Association land and facilities at Williton.

Museums

- Opening the Trust's museum at Blue Anchor daily during Galas and on Sundays during the operating season, and also during the visit to the WSR of 'Flying Scotsman' in September 2017;
- Recruiting additional volunteers to enable this expansion of activities and responsibilities;

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

- Following submission of an initial application to the Heritage Lottery Fund in February 2017 for a grant to develop use of the Gauge Museum which was rejected, a second application in May 2018 was accepted and the Trust has established an implementation Project Group which is working to a formal Project Plan approved by HLF. The Learning Officer appointment is anticipated in late November 2018 as is the appointment of Design and Interpretation Consultants to work on developing fresh approaches to the exhibits and new audio-visual activities;

Safety Management

- Undertaking a formal review of the Trust Safety Policy. The Trust has adopted the PLC Risk Assessment template and working with the PLC on ensuring consistency of application of Safety Management System requirements across all relevant Trust activities. The Chairman has been appointed as the designated Board Safety lead.

As the Gauge Museum is not generally manned, visitor numbers are not available, although the number of visitors to the model railway are counted when it is operating. A visitor survey for the Gauge Museum was carried out on a sample basis during 2017/18. The results show that, from the 104 responses received, the Museum received an 82% positive rating even before the HLF Project is implemented but there were also some clear messages about publicity and marketing that Directors will pick up as part of the HLF work and wider trust activities.

Visitor numbers in 2017-2018 at Blue Anchor and the Model Railway were collected and compared with the previous year were as follows:

	Blue Anchor	Model Railway
2017-18	2663	12092
2016-17	2,423	12,628

The increase in numbers at Blue Anchor is mainly down to the impact of the March Steam Gala which had been deferred from 2017. The decline in visitors to the model railway in 2017/2018 can be attributed to a number of factors including short layover times for trains at Bishops Lydeard, a perceived reduction in the number of overall visitors to the station and the loss of some key operators which has reduced the number of opening days possible.

Particular priorities for 2018-19 include:

- completing restoration of carriage 6705 and reaching a commercial agreement with the PLC for it to run on the West Somerset Railway;
- starting restoration of carriage 3639;
- continuing to refresh and enhance the displays in the Trust museums, and providing stewards in the Gauge Museum on a more regular basis;
- updating and continuing implementation of the Trust 3 Year Business Plan;
- implementation of a new Trust Fundraising Plan;
- review of the existing formal commercial agreements with the PLC and the WSRA;

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

- continued implementation of the Trust Safety Policy and associated procedures connected with the Safety Management System including formal risk assessments in conjunction with the PLC;
- completing the updating and implementation of the Trust Volunteer Policy;
- continued implementation of the HLF Project ; and
- working with the PLC to develop longer term proposals for under-cover storage and display facilities for the Trust's carriages.

How our activities deliver the public benefit

The Trustees confirm that they have referred to the Charity Commission general guidance on public benefit when reviewing the Trust's objectives and activities, and will continue to do so in planning the Trust's future activities.

Factors which will influence the Trustees' decisions on priority activities include the heritage value of the carriages under restoration and of artefacts acquired for display in the Museums, and the need to ensure that there are sufficient opportunities for the public to view both the Museums and carriages under restoration.

Future activities will be informed by the results of the visitor survey carried out in 2017.

Financial review

The Trust's main current source of income is from regular donations by members. Any person donating £12 a year or more is eligible to become a member of the Trust, and at the time of this report the Trust had 82 members. Other income comes from one-off donations, in particular from visitors to the Trust museums, legacies and sale of donated items. To support the main objects of the charity, a small amount of retail sales is undertaken at Blue Anchor museum.

The results for the year are shown in the Statement of Financial Activities on page 3. Income was higher than in 2017 (£39,338; 2017: £20,829). The income figure includes the first £20,000 instalment of the grant from the Heritage Lottery Fund grant to relaunch the Gauge Museum; without this, income would have been lower than in 2017 largely because no significant legacies were received in 2018. Expenditure on charitable activities was higher than in 2017 (£11,743; 2017: £6,984), principally reflecting the acquisition of the Minehead Signal Box plate following a successful appeal and costs relating to preparation of the revised HLF bid. New heaters were also installed in the Blue Anchor museum.

Reflecting these factors, the net movement of funds was £27,351 (£7,351 excluding the HLF grant; 2017: £13,692). Also reflecting the HLF grant received towards the end of the year, the closing cash balance was significantly higher than last year (£71,938; 2017: £53,668).

The net income is more than tangible fixed asset expenditure during the year on carriage restoration and acquisitions (£10,051; 2017: £6,232), which as a capitalised cost has been charged to reserves. However, given future plans for both carriage restoration and development of the Trust's museums, it is recommended that the whole of the surplus of £27,351 (2017:£13,692) is added to the appropriate reserve.

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

No grants were made during the year (2017: £2,000). Donations to the PLC to cover the cost of materials supplied by them for carriage restoration work have been reflected in the fixed asset figures in note 6.

The Trustees reviewed the policy on reserves during the year, to ensure that the Trust had sufficient funds to cover *major cyclical and unanticipated expenditure*. For the reporting year, the minimum level of reserves under this policy remained at £5,000 in the General Fund and £10,000 in the Museums Fund. The Trustees are satisfied that plans for future years will be consistent with maintaining appropriate, but not excessive, reserves.

Structure, Governance and Management

The Trust has seven Trustees. It has no paid employees. It has about thirty five active volunteers, mainly involved in carriage restoration and stewarding in the Trust's museums.

In support of its main areas of activity as a charitable company, the Trust seeks to maintain high standards of governance. In support of this, in the past year, it has:

- reviewed and updated its three-year Business Plan, the additions and amendments to which will go to the 2019 AGM for information;
- developed new policies and updated existing policies;
- begun the process of reviewing its formal agreements for the use of facilities and infrastructure with the PLC and the WSRA;
- established a formal process and programme for ongoing fundraising both in its own right and in conjunction with the PLC and the WSRA;
- begun the development of a new volunteers policy completed during 2018-19;
- begun the process of developing role profiles for Trustees and
- undertake whatever work is required following the Office of Road and Rail visit to the WSR in October 2018 and their subsequent requirements of the PLC and other WSR organisations.

The Trust's Business Plan will continue to be updated annually. The Trust is developing more formal procedures for the evaluation of its activities.

Although the Trust currently does not have a formal risk register, the main financial risks facing the Trust were considered in determining the Reserves Policy. Work on the risk register is progressing for completion in early 2019.

Statement of Trustees' responsibilities

Company 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 company and of the profit or loss of the company for that period. In preparing these financial statements the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent; and

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

By Order of the Board

A handwritten signature in black ink, appearing to be 'SV Williams', written over a horizontal line.

SV Williams
Secretary

November 2018

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF WEST SOMERSET STEAM RAILWAY TRUST LIMITED

I report on the accounts of the company for the year ended 30 September 2018, which are set out on pages eight to eighteen.

Respective responsibilities of Trustees and examiner

The Trustees (who are also the directors of the company for the purpose of company law) are responsible for the preparation of the accounts. The charity's Trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is required.

Having satisfied myself that the charity is not subject to audit under Part 16 of the Companies Act 2006 and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- to follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act;
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

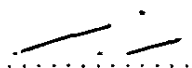
My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and the seeking of explanations from you as Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and, consequently, no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- which gives me reasonable cause to believe that, in any material respect, the requirements
 - (a) to keep accounting records in accordance with section 386 of the Companies Act 2006; and
 - (b) to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities have not been met; or
- to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Jim Lewis BA FCA
MHA Monahans
Chartered Accountants
Rumwell Hall
Rumwell
Taunton, Somerset TA4 1EL

Signed: 

Date: 28/1/19

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 30 SEPTEMBER 2018

Statement of Financial activities

	Note	Unrestricted Funds	Restricted Funds	Total Funds 2018	Total Funds 2017
		£	£	£	£
Income from:					
Donations and legacies	2	9,904	25,458	35,362	17,567
Income tax recoverable on donations		2,232	1,275	3,507	2,909
Investments		97	96	193	44
Other trading activities		0	276	276	309
Total income		12,233	27,105	39,338	20,829
Expenditure on:					
Raising funds		0	244	244	153
Charitable activities	4	5,331	6,412	11,743	6,984
Total expenditure		5,331	6,656	11,987	7,137
Net incoming resources		6,902	20,449	27,351	13,692
Transfers		(2,389)	2,389	0	0
Net movement of funds		4,513	22,838	27,351	13,692
Brought forward		221,166	112,000	333,166	319,474
Carried forward		225,679	134,838	360,517	333,166

All income and expenditure derive from continuing activities.

The statement of financial activities includes all gains and losses recognised during the year.

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

BALANCE SHEET FOR THE YEAR ENDED 30 SEPTEMBER 2018

Balance sheet

	Note	£	2018 £	£	2017 £
Fixed assets					
Tangible assets	6		281,361		271,310
Investments	7		5,750		5,750
Current assets					
Stock	8	271		153	
Debtors	9	3,506		2,910	
Cash at bank		71,938		53,668	
		<u>75,715</u>		<u>56,731</u>	
Creditors					
Amount falling due within one year	10	2,309		625	
		<u></u>		<u></u>	
Net current assets			73,406		56,106
			<u></u>		<u></u>
Net assets			360,517		333,166
			<u></u>		<u></u>
Represented by:					
Capital and reserves					
Unrestricted Funds			225,679		221,166
Restricted Funds			134,838		112,000
			<u></u>		<u></u>
Reserve Fund	12		360,517		333,166
			<u></u>		<u></u>

The company is entitled to exemption from audit under section 477 of the Companies Act 2006 for the year ended 30 September 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2018 in accordance with Section 476 of the Companies Act 2006.

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

BALANCE SHEET

FOR THE YEAR ENDED 30 SEPTEMBER 2018 (continued)

The Trustees acknowledge their responsibility for:

- a. ensuring that the company keeps accounting records which comply with sections 386 and 387 of Companies Act 2006 and
- b. preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirement of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements.

These accounts have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

D H Fraser



TRUSTEES

C A Austin



Approved by the Board on xx 2019

10TH JANUARY 2019

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) General information and basis of preparation

West Somerset Steam Railway Trust Limited is private company limited by guarantee, registered in England & Wales. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office and the nature of the charity's operations and principal activities are given in the Trustees' report on pages 1 to 4 of these financial statements.

The charity constitutes a public benefit entity as defined by FRS 102. 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) issued on 16 July 2014 (as updated through Update Bulletin 1 published on 2 February 2016), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The charity has applied Update Bulletin 1 as published on 2 February 2016 and does not include a cash flow statement on the grounds that it is applying FRS 102 Section 1A.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £1.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

(b) Fund accounting

The unrestricted general funds represent the accumulation of the charity's income and expenditure that has not been earmarked for specific projects and is not considered by Trustees to be for restricted purposes. To the extent that the fund is

represented by readily realisable assets it provides a means of financing the day-to-day operations.

Restricted funds represent the funds received by the charity for particular purpose as directed by the donors.

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018 (continued)

(c) Income recognition

All income is recognised once the charity has entitlement to the income, it is certain that the income will be received and the monetary value can be measured with sufficient reliability

(d) Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on the accruals basis and has been classified under headings that aggregate all costs related to that category. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of costs.

(e) Support costs allocation

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs and governance costs. They are incurred directly in support of expenditure on the objects of the charity. Where support costs cannot be directly attributed to particular headings they have been allocated to expenditure on charitable activities on a basis consistent with use of the resources.

The analysis of these costs is included in note 4.

(f) Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

(g) Depreciation

All expenditure on the carriages' restoration is capitalised. Depreciation is not provided on assets under restoration because in the opinion of the Trustees the difference between net realisable value and revalued amount at the end of their estimated useful economic life is likely to be negligible.

(h) Investments

Investments are stated at cost less provision for permanent diminution in value.

(i) Stocks

Stocks are stated at the lower of cost and net realisable value.

(j) Cash at bank

Cash at bank comprises instant access bank accounts and short term highly liquid investments with a maturity of 12 months or less from the date of opening the deposit account.

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018 (continued)

(k) Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

(l) Tax

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

(m) Going concern

The financial statements have been prepared on a going concern basis as the Trustees believe that no material uncertainties exist. The Trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

2. INCOME FROM DONATIONS AND LEGACIES

	Unrestricted	Restricted	Total	2017
	£	£	£	£
Grant – Heritage lottery Fund	-	20,000	20,000	-
Donations	9,799	5,458	15,247	12,642
Legacies	105	-	105	4,925
Total	9,904	25,458	35,362	17,567

During the year to 30 September 2017, donations and legacies received totalling £4,675 were restricted.

3. TRUSTEES AND OTHER EMPLOYEES

No remuneration or expenses have been paid to or for the Trustees or any persons connected with them in the year ended 30 September 2018. The company has no employees.

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018 (continued)

4. ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES

	Unrestricted £	Restricted £	Total £	2017 £
Activities undertaken directly:				
Grants	-	-	-	-
Acquisitions	-	1,908	1,908	442
Support costs:				
Insurance	549	804	1,353	1,384
Rent	2,190	836	3,026	2,688
Administration -				
- Independent	570	-	570	300
Examiner's fees				
- other	448	345	793	1,670
Other	1,574	2519	4,093	500
Total support costs	5,331	4,504	9,835	6,542
Total	5,331	6,412	11,743	6,984

During the year to 30 September 2017, charitable activities included £3,365 of restricted expenditure.

5. INDEPENDENT EXAMINERS REMUNERATION

The independent examiners remuneration amounts to an independent examination fee of £585 (2017 - £600) less an adjustment of £15 in relation to an over accrual of the charge in 2017.

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018 (continued)

6. TANGIBLE FIXED ASSETS - COACHES

Cost		£
As at 1 October 2017		271,310
Additions		
6705	6,871	
3639	387	
9038	2,793	10,051
As at 30 September 2018		<u>281,361</u>
Depreciation		
As at 1 October 2017		-
Provision		-
As at 30 September 2018		<u>-</u>
Net Book Value		
As at 30 September 2018		<u>281,361</u>
As at 30 September 2017		<u>271,310</u>

7. INVESTMENTS

Cost	£
As at 1 October 2017	<u>118,250</u>
As at 30 September 2018	<u>118,250</u>
Impairment Provision	
As at 1 October 2017	<u>112,500</u>
As at 30 September 2018	<u>112,500</u>
Net Book Value	
As at 30 September 2017	<u>5,750</u>
As at 30 September 2018	<u>5,750</u>

The Cost of Investments consists of:

Festiniog Railway Company	£250 4% Debenture Stock 2007/2012
Four One Six O Limited	£5,500 £1 ordinary shares.
West Somerset Railway PLC	1,962,867 (2017 1,907,467) 10p ordinary shares.

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018 (continued)

Impairment Provision

The shareholding in West Somerset Railway PLC has been acquired over a number of years and consists both of shares subscribed for and shares acquired by bequest and donation. All shares acquired in the period were through bequests and donations.

The Trustees have re-considered the carrying value of the investment and concluded that the Articles of WSR PLC are such that the investment is of negligible material value and therefore full provision has been made.

Whilst WSR PLC and WSSRT Ltd are separate legal entities and each conducts its own activities, the nature of these activities is such that the two entities maintain co-operation. The Trustees consider that continued investment in WSR PLC is of direct benefit to WSSRT Ltd in pursuing its charitable objectives.

No impairment provision has been made in respect of the holdings in Four One Six O Ltd and the Festiniog Railway Company, but the Trustees will keep this under review.

8. STOCK

	2018	2017
Goods for resale	<u>£271</u>	<u>£153</u>

9. DEBTORS

	2018	2017
Gift Aid income due	<u>£3,506</u>	<u>£2,910</u>

10. CREDITORS: Amounts falling due within one year

	2018	2017
Other creditors	<u>£2,309</u>	<u>£625</u>

11. COMPANY LIMITED BY GUARANTEE

The company is limited by guarantee and does not have a Share Capital. In the event of the company being wound up, each member, or person who has ceased to be a member within twelve months of winding up, undertakes to contribute the sum of £10 to the winding up, if the company is insolvent.

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018 (continued)

12. FUND RECONCILIATION

	Balance at 1.10.2017	Income	Expenditure	Transfers	Balance at 30.9.2018
	£	£	£	£	£
Unrestricted Funds					
General Fund	34,013	12,233	(1,736)	(13,544)	30,966
Heritage Carriages Project (HCP)	30,658	0	(3,331)	4,020	31,347
6705	156,495	0	(264)	7,135	163,366
	<u>221,166</u>	<u>12,233</u>	<u>(5,331)</u>	<u>(2,389)</u>	<u>225,679</u>

	Balance at 1.10.2017	Income	Expenditure	Transfers	Balance at 30.9.2018
	£	£	£	£	£
Restricted Funds					
3639	14,432	482	(17)	0	14,897
9038	74,630	2	(176)	2,389	76,845
Horse Box	2,856	5	0	0	2,861
Signal Box Heritage	169	137	0	0	306
Museums	19,913	6,479	(6,463)	0	19,929
HLF	0	20,000	0	0	20,000
	<u>112,000</u>	<u>27,105</u>	<u>(6,656)</u>	<u>2,389</u>	<u>134,838</u>

13. ANALYSIS OF ASSETS BETWEEN FUNDS

	Unrestricted Funds	Restricted Funds	Total
	£	£	£
Fixed assets	199,934	87,177	287,111
Current assets	27,427	48,288	75,715
Current liabilities	(1,682)	(627)	(2,309)
	<u>225,679</u>	<u>134,838</u>	<u>360,517</u>

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018 (continued)

13. TRANSACTIONS WITH DIRECTORS

I K Coleby and (until 23 June 2018) G E Evens are directors of West Somerset Railway PLC, from which supplies were obtained and grants made of £8,366 (2017 £6,952), principally relating to rent for the museum buildings at Bishops Lydeard and Blue Anchor, insurance for the Trust's carriages and artefacts and materials for carriage restoration.

The following pages do not form part of the statutory financial statements

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

ANALYSIS OF FUNDS FOR THE YEAR ENDED 30 SEPTEMBER 2018

	General Fund	HCP	6705	Un- restricted Funds
Income from:				
Donations and legacies	9,904	0	0	9,904
Income tax recoverable on donations	2,232	0	0	2,232
HLF Grant				
Investments	97	0	0	97
Other trading activities				
Total income	12,233	0	0	12,233
Transfers	-13,544	4,020	7,135	-2,389
Expenditure				
Raising funds				
Grants				
Acquisitions				
Insurance	144	141	264	549
Rent	0	2,190	0	2,190
Independent Examiner's fees	570	0	0	570
Other admin costs	448	0	0	448
Other support costs	574	1,000	0	1,574
Total expenditure	1,736	3,331	264	5,331
Net	10,497	-3,331	-264	6,902
Net after transfers	-3,047	689	6,871	4,513
Additions to fixed assets	0	0	6,871	6,871
Net Inc Capex	10,497	-3,331	-7,135	31
Balances at 30 September 2018				
Fixed Assets	5,910	30,658	163,366	199,934
Current Assets	25,785	1,378	264	27,427
Current Liabilities	729	689	264	1,682
Total	30,966	31,347	163,366	225,679

WEST SOMERSET STEAM RAILWAY TRUST LIMITED**ANALYSIS OF FUNDS FOR THE YEAR ENDED 30 SEPTEMBER 2018 (cont'd)**

	3639	9038	Horse Box	SBHF R
Income from:				
Donations and legacies	402	0	0	115
Income tax recoverable on donations	58	0	0	22
HLF Grant				
Investments	22	2	5	0
Other trading activities				
Total income	482	2	5	137
Transfers	0	2,389	0	0
Expenditure				
Raising funds				
Grants				
Acquisitions				
Insurance	17	176	0	0
Rent				
Independent Examiner's fees				
Other admin costs				
Other support costs				
Total expenditure	17	176	0	0
Net	465	-174	5	137
Net after transfers	465	2,215	5	137
Additions to fixed assets	387	2,793	0	0
Net Inc Capex	78	-2,967	5	137
Balances at 30 September 2018				
Fixed Assets	8,741	76,843	1,593	0
Current Assets	6,173	178	1,268	306
Current Liabilities	17	176	0	0
Total	14,897	76,845	1,861	306

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

ANALYSIS OF FUNDS FOR THE YEAR ENDED 30 SEPTEMBER 2018 (cont'd)

	Museums	Comprising			HLF Project	Total Restricted Funds	Total Funds
		BA Museum	Gauge Museum	Model railway			
Income from:							
Donations and legacies	4,941	1,281	2,650	1,010	0	5,458	15,362
Income tax recoverable on donations	1,195	310	641	244	0	1,275	3,507
HLF Grant	0	0	0	0	20,000	20,000	20,000
Investments	67	61	2	4		96	193
Other trading activities	276	276	0	0	0	276	276
Total income	6,479	1,928	3,293	1,258	20,000	27,105	39,338
Transfers	0	0	0	0	0	2,389	0
Expenditure							
Raising funds	244	244	0	0	0	244	244
Grants	0	0	0	0	0	0	0
Acquisitions	1,908	1,400		508		1,908	1,908
Insurance	611	347	264	0	0	804	1,353
Rent	836	736	100	0	0	836	3,026
Independent Examiner's fees	0	0	0	0	0	0	570
Other admin costs	345	277	68			345	793
Other support costs	2,519	522	1,929	68		2,519	4,093
Total expenditure	6,463	3,526	2,361	576	0	6,656	11,987
						20,449	27,351
Net	16	-1,598	932	682	20,000	20,449	27,351
Net after transfers	16	-1,598	932	682	20,000	22,838	27,351
Additions to fixed assets	0	0	0	0	0	3,180	10,051
Net Inc Capex	16	-1,598	932	682	20,000	17,269	17,300
Balances at 30 September 2018							
Fixed Assets	0	0	0	0	0	87,177	287,111
Current Assets	20,363	16,110	2,072	2,181	20,000	48,288	75,715
Current Liabilities	434	170	264	0	0	627	2,309
Total	19,929	15,940	1,808	2,181	20,000	134,838	360,517