

Company registration number: 05051134

Charity registration number: 1108974

Third Text Ltd.

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 March 2020

Accountancy Advantage Limited
Unit 7 Fordwater Trading Estate
Ford Road
Chertsey
KT16 8HG



Third Text Ltd.

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Third Text Ltd.

Reference and Administrative Details

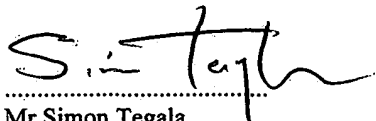
Trustees	Mrs Felicity Allen
	Dr Alice Correia
	Rene Gimpel
	Mr Simon Tegala
	Dr Voon Pow Bartlett
Secretary	Richard Dyer
Registered Office	Enclave Studios, Unit 6 50 Resolution Way Deptford London SE8 4AL
Company Registration Number	05051134
Charity Registration Number	1108974
Independent Examiner	Accountancy Advantage Limited Unit 7 Fordwater Trading Estate Ford Road Chertsey KT16 8HG

Third Text Ltd.

Strategic Report for the Year Ended 31 March 2020

The trustees, who are directors for the purposes of company law, present their strategic report for the year ended 31 March 2020, in compliance with s414C of the Companies Act 2006.

The strategic report was approved by the trustees of the charity on 7 January 2021 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'S. Tegala', written over a dotted line.

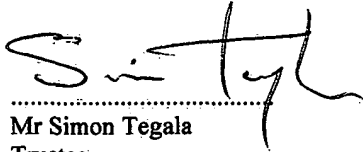
Mr Simon Tegala
Trustee

Third Text Ltd.

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 31 March 2020.

The annual report was approved by the trustees of the charity on 7 January 2021 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'Simon Tegala', written over a dotted line.

Mr Simon Tegala
Trustee

Third Text Ltd.

Statement of Trustees' Responsibilities

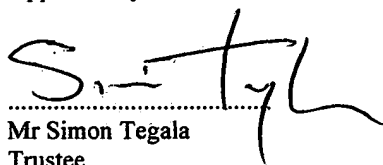
The trustees (who are also the directors of Third Text Ltd. for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK 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 charitable company will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and 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.

Approved by the trustees of the charity on 7 January 2021 and signed on its behalf by:


.....
Mr Simon Tegala
Trustee

Third Text Ltd.

Independent Examiner's Report to the trustees of Third Text Ltd.

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 March 2020 which are set out on pages 6 to 15.

Respective responsibilities of trustees and examiner

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

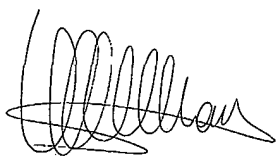
Having satisfied myself that the accounts of Third Text Ltd. are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011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

Independent examiner's statement

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

1. accounting records were not kept in respect of Third Text Ltd. as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

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



Yasar Khan
Accountancy Advantage Limited

Unit 7 Fordwater Trading Estate
Ford Road
Chertsey
KT16 8HG

7 January 2021

Third Text Ltd.

Statement of Financial Activities for the Year Ended 31 March 2020 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted £	Restricted £	Total 2020 £
Income and Endowments from:				
Voluntary income	3	14,144	-	14,144
Interest received	4	387	-	387
Expenditure on:				
Charitable activities	6	(88,978)	-	(88,978)
Total expenditure		(88,978)	-	(88,978)
Net expenditure		(74,447)	-	(74,447)
Net movement in funds		(74,447)	-	(74,447)
Reconciliation of funds				
Total funds brought forward		156,848	6,001	162,849
Total funds carried forward	17	82,401	6,001	88,402
	Note	Unrestricted £	Restricted £	Total 2019 £
Income and Endowments from:				
Voluntary income	3	98,397	-	98,397
Interest Received	4	112	-	112
Total income		98,509	-	98,509
Expenditure on:				
Charitable activities	6	(81,035)	-	(81,035)
Total expenditure		(81,035)	-	(81,035)
Net income		17,474	-	17,474
Net movement in funds		17,474	-	17,474
Reconciliation of funds				
Total funds brought forward		139,374	6,001	145,375
Total funds carried forward	17	156,848	6,001	162,849

All of the charity's activities derive from continuing operations during the above two periods.
The funds breakdown for 2019 is shown in note 17.

The notes on pages 8 to 15 form an integral part of these financial statements.

Third Text Ltd.

(Registration number: 05051134)
Balance Sheet as at 31 March 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	12	949	1,186
Current assets			
Debtors	13	1,457	4,409
Cash at bank and in hand	14	<u>89,306</u>	<u>162,765</u>
		90,763	167,174
Creditors: Amounts falling due within one year	15	<u>(3,310)</u>	<u>(5,511)</u>
Net current assets		<u>87,453</u>	<u>161,663</u>
Net assets		<u>88,402</u>	<u>162,849</u>
Funds of the charity:			
Restricted income funds			
Restricted funds		6,001	6,001
Unrestricted income funds			
Unrestricted funds		<u>82,401</u>	<u>156,848</u>
Total funds	17	<u>88,402</u>	<u>162,849</u>

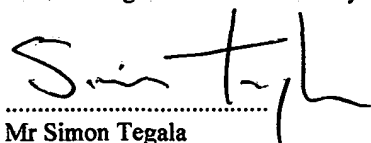
For the financial year ending 31 March 2020 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

The financial statements on pages 6 to 15 were approved by the trustees, and authorised for issue on 7 January 2021 and signed on their behalf by:



Mr Simon Tegala
Trustee

The notes on pages 8 to 15 form an integral part of these financial statements.

Third Text Ltd.

Notes to the Financial Statements for the Year Ended 31 March 2020

1 Charity status

The charity is limited by guarantee, incorporated in 2004, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Enclave Studios, Unit 6
50 Resolution Way
Deptford
London
SE8 4AL

These financial statements were authorised for issue by the trustees on 7 January 2021.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

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

Statement of compliance

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). They also comply with the Companies Act 2006 and Charities Act 2011.

Basis of preparation

Third Text Ltd. 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 notes.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Income and endowments

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of the income receivable can be measured reliably.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Third Text Ltd.

Notes to the Financial Statements for the Year Ended 31 March 2020

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Plant and machinery	20% on reducing balance
Computer equipment	33% on cost

Cash and cash equivalents

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

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees's discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Third Text Ltd.

Notes to the Financial Statements for the Year Ended 31 March 2020

3 Income from donations and legacies

	Unrestricted funds General £	Total funds £
Regular giving and capital donations	14,144	14,144
Total for 2020	14,144	14,144
Total for 2019	98,397	98,397

4 Investment income

	Unrestricted funds General £	Total funds £
Interest receivable and similar income; Interest receivable on bank deposits	387	387
Total for 2020	387	387
Total for 2019	112	112

5 Expenditure on raising funds

**Total
costs
£**

6 Expenditure on charitable activities

	Note	Unrestricted funds General £	Total funds £
Staff costs		1,733	1,733
Governance costs	7	87,245	87,245
Total for 2020		88,978	88,978
Total for 2019		81,035	81,035

Third Text Ltd.

Notes to the Financial Statements for the Year Ended 31 March 2020

**Total
expenditure
£**

In addition to the expenditure analysed above, there are also governance costs of £87,245 (2019 - £79,706) which relate directly to charitable activities. See note 7 for further details.

7 Analysis of governance and support costs

8 Net incoming/outgoing resources

Net (outgoing)/incoming resources for the year include:

	2020 £	2019 £
Depreciation of fixed assets	237	1,140
Other operating lease	<u>7,432</u>	<u>8,076</u>

9 Trustees remuneration and expenses

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

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2020.

10 Staff costs

The monthly average number of persons (including senior management team) employed by the charity during the year expressed as full time equivalents was as follows:

	2020 No	2019 No
The average monthly number of employees	<u>1</u>	<u>1</u>

11 Taxation

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

Third Text Ltd.

Notes to the Financial Statements for the Year Ended 31 March 2020

12 Tangible fixed assets

	Furniture and equipment £	Computer equipment £	Total £
Cost			
At 1 April 2019	11,317	2,500	13,817
At 31 March 2020	11,317	2,500	13,817
Depreciation			
At 1 April 2019	10,131	2,500	12,631
Charge for the year	237	-	237
At 31 March 2020	10,368	2,500	12,868
Net book value			
At 31 March 2020	949	-	949
At 31 March 2019	1,186	-	1,186

13 Debtors

	2020 £	2019 £
Prepayments	57	71
Other debtors	1,400	4,338
	1,457	4,409

Third Text Ltd.

Notes to the Financial Statements for the Year Ended 31 March 2020

14 Cash and cash equivalents

	2020 £	2019 £
Cash on hand	19	19
Cash at bank	89,287	162,746
	<u>89,306</u>	<u>162,765</u>

15 Creditors: amounts falling due within one year

	2020 £	2019 £
Other taxation and social security	2,737	4,531
Other creditors	-	407
Accruals	573	573
	<u>3,310</u>	<u>5,511</u>

16 Leasing agreements

The total value of future minimum lease payments was as follows:

	2020 £	2019 £
In two to five years	<u>10,000</u>	<u>10,000</u>

Third Text Ltd.

Notes to the Financial Statements for the Year Ended 31 March 2020

17 Funds

	Balance at 1 April 2019 £	Incoming resources £	Resources expended £	Balance at 31 March 2020 £
Unrestricted funds				
General	156,848	14,531	(88,978)	82,401
Restricted funds	<u>6,001</u>	<u>-</u>	<u>-</u>	<u>6,001</u>
Total funds	<u>162,849</u>	<u>14,531</u>	<u>(88,978)</u>	<u>88,402</u>

18 Analysis of net assets between funds

	Unrestricted funds General £	Total funds at 31 March 2020 £
Tangible fixed assets	949	949
Current assets	90,763	90,763
Current liabilities	<u>(3,310)</u>	<u>(3,310)</u>
Total net assets	<u>88,402</u>	<u>88,402</u>

Third Text Ltd.

Notes to the Financial Statements for the Year Ended 31 March 2020

	Unrestricted funds General £	Total funds at 31 March 2019 £
Tangible fixed assets	1,186	1,186
Current assets	167,174	167,174
Current liabilities	<u>(5,511)</u>	<u>(5,511)</u>
Total net assets	<u>162,849</u>	<u>162,849</u>

19 Analysis of net funds

	At 1 April 2019 £	Financing cash flows £	At 31 March 2020 £
Cash at bank and in hand	<u>162,765</u>	<u>(73,459)</u>	<u>89,306</u>
Net debt	<u>162,765</u>	<u>(73,459)</u>	<u>89,306</u>
	At 1 April 2018 £	Financing cash flows £	At 31 March 2019 £
Cash at bank and in hand	<u>138,748</u>	<u>24,017</u>	<u>162,765</u>
Net debt	<u>138,748</u>	<u>24,017</u>	<u>162,765</u>