

**THE FOLLY FELLOWSHIP
REPORT AND ACCOUNTS
31 MAY 2022**

Company number

02600672

Charity number

1002646

THE FOLLY FELLOWSHIP

CONTENTS

	Page
Legal and Administrative information	1
Chairman's Report	2
Trustees' Report	3 - 4
Independent Examiner's report	5
Statement of Financial Activities	6
Balance Sheet	7
Notes to the accounts	8 - 10

THE FOLLY FELLOWSHIP

LEGAL AND ADMINISTRATIVE INFORMATION

31 MAY 2022

Status

The Folly Fellowship is a company limited by guarantee governed by its memorandum and articles of association and was incorporated 11 April 1991.

It was registered as a charity on 22 April 1991.

Directors and Trustees	MT Bright IKS Gray EA Waters
Company secretary	Pembroke Associates
Company number	02600672
Charity number	1002646
Registered office	1 Keble House Manor Fields London SW15 3LS
Independent examiner	IMW Latham FCA Chartered Accountant 166 Boundaries Road London SW12 8HG
Bankers	The Royal Bank of Scotland plc London Drummonds Branch Admiralty Arch 49 Charing Cross London SW1A 2DX

THE FOLLY FELLOWSHIP

CHAIRMAN'S REPORT

31 MAY 2022

Having reported last year that one of the more positive outcomes of Covid was the ingenious ways in which our small band of volunteers took us through that difficult time with Zoom presentations and excellent publications, I am delighted to say that these have continued in the past year, further enhanced by a great programme of visits and folly adventures. Members met at Shugborough, Enville, the Lake District and Gunton Park. And adventured further afield with a visit to Potsdam and the follies at Pfaueninsel, Sanssouci, Babelsberg and the Neuer Gärten. Our Summer Garden Party was held in the Dovecote Garden at that most beautiful of William Kent creations, Rousham. That was our second Garden Party at that lovely place and it was gratifying to see that it remained as unspoilt as the first time we visited.

As already said, Alan Terrill has continued to organise the many wonderful Zoom talks and has also further developed the website, keeping it up to date with folly news – a brilliant resource of folly information. But Alan's contribution doesn't end there. Taking up the work started by our dear friends, the Boogaarts, of creating an index of Follies, Alan has continued with this project and the results will shortly be made available to all members.

Our Magazine Editor, Jonathan Holt, has provided us with another year of "Follies", full of fascinating articles to whet our appetites. We hope that members and other folly enthusiasts will help him to maintain this gold standard publication by providing material perhaps describing their experience of visits or sharing their knowledge of the history of a particular genre or structure. The Trustees are also urgently seeking an Editor for the Follies Journal.

The end of year accounts are, once again, very stable. Costs are well-controlled, and income is adequate to cover the outgoings. But the picture is about to change with a wonderful surprise announced to the Trustees earlier this year. I am very pleased to report that we are to be the beneficiaries of a generous legacy from dear friends. We do not know the extent of this gift and have been asked by the Executors not to discuss details until all taxes and formalities are complete. But we look forward to sharing more about this happy development as soon as we are allowed.

And so we move into 2023. I very much hope that we will have gatherings at which as many members as possible will meet to enjoy some Folly Experiences. And if not in person, I hope we will "meet" at one of our excellent on-line events. The Trustees will continue to work to protect and develop the work of the Folly Fellowship on your behalf.



MT BRIGHT
Chairman

27 January 2023

THE FOLLY FELLOWSHIP
DIRECTORS' AND TRUSTEES' REPORT

31 MAY 2022

The trustees present their report and the accounts of the charitable company for the year ended 31 May 2022.

Legal and administrative information set out on page 1 forms part of this report.

Structure, governance and management

Trustees

All the directors of the company are also trustees of the charity, and there are no other trustees. The trustees who served during the year are set out on page 1. In accordance with requirements of the Articles of Association, the trustees are appointed for a maximum period of three years, and retiring trustees are eligible for re-election.

Appointment of trustees

The trustees are recruited in order to ensure that the expertise of the board members will enhance the development of the charity. Recruitment to the board of trustees has generally been achieved through word of mouth and therefore they are already familiar with the practical work of the charity.

Organisation

The charity is organised so that the trustees meet regularly to manage its affairs.

Risk

The trustees have discussed the charity's position with regard to risk, and continue to review the major risks to which the charity is exposed, and have established systems to mitigate those risks.

Objectives and activities

The charity's objects are to protect, preserve and promote for the benefit of the public the historical, architectural and constructional heritage existing in and around follies, grottoes and garden buildings. The charity undertakes the publication of 'Follies', the international magazine for follies, grottoes and garden buildings together with the publication of 'The Follies Journal'. The charity also holds several events each year at folly sites in and outside the UK.

Achievements, performance and future plans

These are described in the Chairman's report on page 2.

Financial review

The statement of financial activities shows a net surplus, before unrealised losses on investments, for the year of £105,437 (2021 deficit £4,389) and reserves totalling £143,631 (2020 £38,146).

The directors have established a policy whereby the free reserves (being the unrestricted funds not committed or invested in tangible fixed assets) held by the charity should be between three and six months of the resources expended, which equates to £4,000 to £8,000 in general funds. At this level the trustees believe they would be able to continue the current activities of the charity in the event of a significant drop in funding. The free reserves at 31 May 2022 amounted to £116,394 (2021 £10,957).

THE FOLLY FELLOWSHIP

DIRECTORS' AND TRUSTEES' REPORT

31 MAY 2022

Statement of trustees' responsibilities

Company law and law applicable to charities in England and Wales require the trustees to prepare financial statements for each financial year which give a true and fair view of the company's financial activities during the year and of its financial position at the end of the year.

In preparing financial statements giving a true and fair view, the trustees are required to:

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

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy the financial position of the company and which enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities Act 1993, the Statement of Recommended Practice for accounting by charities 2005 and the governing document. 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.



IKS GRAY
Director and Trustee

27 January 2023

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE FOLLY FELLOWSHIP**

I report on the accounts for the year ended 31 May 2022 set out on pages 6 to 10

Respective responsibilities of trustees and examiner

The trustees, who are also the charitable company's directors, are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year, under S43(2) of the Charities Act 1993 and that an independent examination is needed.

It is my responsibility to examine the accounts under S43 of the Charities Act 1993, to follow the procedures laid down in the General Directions given by the Charity Commissioners under S43(7)(b) of the Charities Act 1993, and 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 S386 of the Companies Act 2006; and
b) to prepare accounts which accord with the accounting records, comply with the accounting requirements of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities (revised 2005) 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.

27 January 2023
London


IMW LATHAM FCA
Chartered Accountant

THE FOLLY FELLOWSHIP
STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31 MAY 2022

Notes	Unrestricted 2022 £	Restricted 2022 £	Total 2022 £	Total 2021 £
INCOMING RESOURCES				
Incoming resources from generated funds				
Voluntary income				
- Donations	98,520	-	98,520	630
- Membership subscriptions	11,800	-	11,800	13,480
- Tax refund	1,757	-	1,757	1,872
Investment income and interest	272	-	272	7
Incoming resources from charitable activities				
- Events	3,433	-	3,433	309
- Merchandise sales	123	-	123	491
Total incoming resources	<u>115,905</u>	<u>-</u>	<u>115,905</u>	<u>16,789</u>
RESOURCES EXPENDED				
Charitable activities				
- Newsletter	5,733	-	5,733	11,670
- Events	1,724	-	1,724	-
- "The English Folly"	-	-	-	5,250
Support costs				
- Secretarial assistance	447	-	447	844
- Postage and stationery	353	-	353	339
- Meeting costs	-	-	-	144
- Website	145	-	145	199
- "English Heritage" subscription	13	-	13	84
- Storage	848	-	848	1,395
- Insurance	-	-	-	133
Governance costs				
- Independent examiner's fee	845	-	845	840
- Company secretarial	240	-	240	240
- Data protection	120	-	120	40
Total resources expended	<u>10,468</u>	<u>-</u>	<u>10,468</u>	<u>21,178</u>
Net surplus/(deficit) for year	105,437	-	105,437	(4,389)
Unrealised (loss)/gain on investment asset	(33)	-	(33)	188
Fund balances brought forward	26,382	-	26,382	30,583
Fund balances carried forward	<u>£ 131,786</u>	<u>£ -</u>	<u>£ 131,786</u>	<u>£ 26,382</u>

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

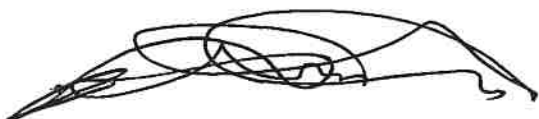
All incoming resources and resources expended derived from continuing activities

The notes on pages 8 to 10 form part of these accounts

THE FOLLY FELLOWSHIP
BALANCE SHEET - 31 MAY 2022

	Notes	2022	2021
		£	£
Tangible fixed assets	4		15,000
Investment	5		425
Current assets			
Stock	6	-	-
Prepayments	7	-	-
Bank balances		129,760	24,323
		<u>129,760</u>	<u>24,323</u>
Current liabilities			
Creditors	8	1,602	1,602
Net current assets		128,158	22,721
Net assets		<u>£ 143,550</u>	<u>£ 38,146</u>
Funds	9		
Designated funds		11,764	11,764
General funds		131,786	26,382
Total funds		<u>£ 143,550</u>	<u>£ 38,146</u>

- a) These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.
- b) For the year in question the company was entitled to exemption from an audit under S477(2) of the Companies Act 2006 relating to the small companies regime.
- c) The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act
- d) the directors acknowledges their responsibility for:
- i) ensuring that the company keeps accounting records which comply with S386; and
 - ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its result for the financial year in accordance with the requirements of S393 of the Companies Act 2006 and which otherwise comply with the requirements of that Act relating to accounts, so far as applicable to the company.



IKS GRAY - Director and Trustee



MT BRIGHT - Director and Trustee

Approved by the trustees on 27 January 2023 and signed on their behalf

The notes on pages 8 to 10 form part of these accounts

THE FOLLY FELLOWSHIP

NOTES TO THE ACCOUNTS - 31 MAY 2022

1 Principal accounting policies

The accounting policies have been applied consistently throughout the year and in the preceding year and are set out below.

Basis of accounting

The financial statements have been prepared in accordance with the Charities Act 1993, the Charities (Accounts and Reports) Regulations 2005 and the Statement of Recommended Practice for accounting by charities 2005. They have been prepared under the historical cost convention.

Fund accounting

There is a general fund for the designated objects and activities of the charity.

There is a designated fund for reserves set aside by the trustees for specific purposes.

Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Voluntary income is received by way of donations, subscriptions and gift aid tax and are recognised when received.

Income from fundraising events and the sale of merchandise is recognised when it has been earned, provided it can be quantified.

Investment income is recognised when receivable. Bank interest has been received net of income tax.

Resources expended

Expenditure is recognised on an accruals basis as liabilities are incurred. Expenditure includes unrecoverable VAT, which is reported as part of the cost to which it relates.

Support costs are not apportioned to the different activities

Governance costs include the cost of meeting the charity's statutory requirements and strategic management.

2 Trustee remuneration and expenses

None of the trustees has received any remuneration for their services during the year (2021 - £nil), nor have they claimed any expenses. (2021 - nil)

3 Taxation

The company is a registered charity and is exempt from income and corporation tax to the extent that income and gains are applicable and applied to charitable purposes only.

THE FOLLY FELLOWSHIP

NOTES TO THE ACCOUNTS - 31 MAY 2022

4 Tangible fixed assets

	Freehold land and buildings £	Computer equipment £	Total £
Cost or valuation			
At 1 June 2021 and at 31 May 2022	15,000	174	15,174
Depreciation			
At 1 June 2021 and at 31 May 2022	-	174	174
Net book value			
At 1 June 2021 and at 31 May 2022	£ 15,000	£ -	£ 15,000

The freehold land and buildings consist of:

- Land and building known as Browne's Folly, Wiltshire with a market value of £15,000.

5 Investment

	2022 £	2021 £
At 1 June 2021	425	237
Unrealised gain/(loss) on revaluation	(33)	188
At 31 May 2022	£ 392	£ 425

This represents 232 Barclays Bank plc 25p Ordinary shares.

6 Stock

	2022 £	2021 £
Sweatshirts, scarves, ties, binders, cards and booklets	£ -	£ -
Prepayments	£ -	£ -

8 Creditors

	2022 £	2021 £
Accruals	£ 1,602	£ 1,602

THE FOLLY FELLOWSHIP

NOTES TO THE ACCOUNTS - 31 MAY 2022

9 Analysis of net assets by funds

	General funds £	Designated fund £	Net assets £
Fixed assets			
- tangible	15,000	-	15,000
- investments	392	-	392
Net current assets	116,394	11,764	128,158
	<u>£ 131,786</u>	<u>£ 11,764</u>	<u>£ 143,550</u>

The designated fund was created in 1998 by the trustees to fund the costs of restoration of current and any future follies acquired by the charity

10 Liability of members

The company is limited by guarantee and does not have a share capital. The members have a limited liability of £1 in the event of the company being wound up, or within one year after they cease to be members.