

**MAGIC LANTERN**

**Registered Charity Number: 1048092**

**FINANCIAL STATEMENTS**

**for the year ended**

**31 March 2018**

**MAGIC LANTERN**

**CHARITY INFORMATION**

**Trustees:** J Wood  
S Eastwell (Resigned 29 May 2018)  
D Schomberg  
L Varley  
A Smith  
S Phipps  
J Hookes

**Administrator:** M Sanders

**Charity number:** 1048092

**Business address:** 8 Harefield Road  
London  
N8 8QY

**Independent Examiners:** Fisher Phillips LLP  
Chartered Accountants  
Summit House  
170 Finchley Road  
London  
NW3 6BP

## MAGIC LANTERN

### TRUSTEES ANNUAL REPORT FOR THE YEAR ENDED 31 MARCH 2018

The Trustees submit their annual report and the financial statements for the year ended 31 March 2018. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

#### Reference and administrative details

Name	Magic Lantern
Registered charity number	1048092
Charity's principal address	8 Harefield Road London N8 8QY
Trustees	J Wood S Eastwell (Resigned 29 May 2018) D Schomberg L Varley A Smith S Phipps J Hookes
Administrator	M Sanders
Bank	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ

#### Structure and governance

The Charity is governed by its Trust Deed dated 15 June 1995. The Charity became registered with the Charity Commission on 2 August 1995.

Trustees are appointed by a Resolution passed at a Special meeting of the Trustees in accordance with the Trust Deed. Training is and will continue to be provided as and when Trustees are inducted.

#### Objectives and activities

The principal object of the Charity is to advance the education of the public and of school children in particular, in painting and fine art. The Charity also aims to use visual images as a means to enhancing the whole school curriculum and helping to develop a range of skills.

In planning the activities for the year, the Charity has kept in mind the Charity Commission's guidance on public benefit at the trustee meetings. The Charity works to achieve the above objective through the use of slide presentations of famous paintings and sculpture in schools and adult groups including prisons, homeless centres, hospices and residential care homes. The slide presentations are given in an interactive way so that pupils (and teachers) learn through question and answer, copying poses, tracing the painter's brushmarks on the screen and other activities. Authentic artists' materials are shown and their use demonstrated.

The Charity has taken account of the Charity Commission's guidance on public benefit in reviewing its aims and objectives and in planning future activities. The Trustees are satisfied that our activities are in furtherance of the objects of the Charity and are for the public benefit.

#### Achievements and performance

The team consists of 9 workshop leaders, 4 working in London, 2 in the North East, 1 covering Gloucestershire, Worcestershire and Herefordshire and 2 covering Leicestershire and Northamptonshire. Many of the team hold Art History qualifications, some are teachers and all are skilled communicators.

## MAGIC LANTERN

### TRUSTEES ANNUAL REPORT (CONT.) FOR THE YEAR ENDED 31 MARCH 2018

#### Achievements and performance cont.

Magic Lantern is the only educational organisation of its kind in the United Kingdom and, we believe, in Europe. Each school workshop is cross-curricular and interactive. The workshops open up and enhance all areas of the National Curriculum including history, science, maths, geography, literacy, RE and art & design. Children of all ages and abilities are encouraged to participate through a range of activities such as role-play, freeze-frames, soundscapes and dialogue. Crucial skills are developed including speaking and listening, critical thinking, communication, visual observation and confidence.

Every workshop is evaluated by the teacher whose comment sheet is then returned to the Magic Lantern's founder Diana Schomberg. These evaluation forms continue to show that Magic Lantern's sessions are of enormous educational benefit to children and to their teachers.

This year 342 slide presentations were given, mostly in inner city schools. This is where the pupils who gain the most are often those with learning problems.

During the financial year 2017-18 the charity had a page published on Wikipedia ([https://en.wikipedia.org/wiki/Magic\\_Lantern\\_\(charity\)](https://en.wikipedia.org/wiki/Magic_Lantern_(charity))) and was featured in the children's newspaper First News (<http://www.magiclanternart.org.uk/wp-content/uploads/2017/12/First-News-15-21-Dec-2017-p25-Full.pdf>). Magic Lantern took part in two roundtable discussions in parliament run by the Fabian Society on the challenges facing creative education. The charity received positive testimonials from Professor Sir Simon Schama and former Deputy London Mayor for Culture and Education, Munira Mirza which have helped raised its profile. We will shortly begin training three new team members who will cover Birmingham, Harrogate and Essex, which will bring the number of workshop leaders to 12.

The Charity has two patrons, the renowned children's author and illustrator James Mayhew and the distinguished art historian Will Vaughan.

#### Financial review

The Charity achieved a net surplus for the year of £1,452, which is in line with the expectations of the Trustees.

Magic Lantern receives no public funding and relies entirely on donations and schools' fees. The Trustees are very grateful for the donations received during the year of £26,583.

School fees amounted to £9,810, an average of £34 per workshop. The average school fee in the year was £60. Schools booking 6 workshop continue to be charged for 5. In some boroughs and for some programmes it is possible for the Charity to offer free workshops. Furthermore, a considerable amount of teaching is directed towards areas where most of the children come from low-income families. Almost half of all the workshops were given free of charge. This is all made possible by the generous donations we receive from our supporters.

The workshop leaders' fees cover contacting schools, tailoring a programme to the class teacher's specific requirements, travel and setting up (often a lengthy and difficult process) and reporting back to the Administrator. Workshop leaders are paid by the Administrator on receipts of evaluation sheets.

In previous years, administration services were provided voluntarily. From 1<sup>st</sup> April 2010 Matthew Sanders' professional fees have been paid by the Charity.

#### Reserves policy

The charity's reserve policy is to maintain sufficient reserves to enable operating activities to be maintained, taking account of potential risks that may arise from time to time. This policy is reviewed annually by the Trustees.

#### Independent Examiner

Fisher Phillips LLP was re-appointed as Independent Examiner during the year. The Trustees are very grateful to Fisher Phillips LLP for carrying out the examination without charge.

On behalf of the Trustees on 22 October 2018.

*J.C. Hookes*

L Varley (JOANNE HOOKES)  
Trustee

*Justin Wood*  
J Wood  
Trustee

## **MAGIC LANTERN**

### **INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF MAGIC LANTERN**

I report on the accounts of the charity for the year ended 31 March 2018 which are set out on pages 4 to 10.

#### **Respective responsibilities of trustees and examiner**

The charity's trustees 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 needed.

It is my responsibility to:

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

#### **Basis of independent examiner's statement**

My examination was carried out in accordance with 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 seeking 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:

1. which gives me reasonable cause to believe that, in any material respect, the requirements:
  - to keep accounting records in accordance with section 130 of the 2011 Act; and
  - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Acthave not been met; or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

**Caroline Harvey FCCA CTA**

22 October 2018

**Fisher Phillips LLP Chartered Accountants**

Summit House  
170 Finchley Road  
London NW3 6BP

MAGIC LANTERN

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING SUMMARY INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 MARCH 2018

	Notes	Restricted £	Unrestricted £	2018 Total £	2017 Total £
<b>Income:</b>					
Voluntary income:					
Donations and grants	3	17,600	8,983	26,583	21,980
Incoming resources from charitable activities:					
Fees for sessions		1,330	8,480	9,810	12,673
Investment income:					
Bank interest		-	1,226	1,226	1,332
<b>Total income</b>		<b>18,930</b>	<b>18,689</b>	<b>37,619</b>	<b>35,985</b>
<b>Expenditure:</b>					
Charitable activities		(14,468)	(21,699)	(36,167)	(37,164)
Governance costs		-	-	-	-
<b>Total expenditure</b>	4	<b>(14,468)</b>	<b>(21,699)</b>	<b>(36,167)</b>	<b>(37,164)</b>
<b>Net income/(expenditure) for the year</b>		<b>4,462</b>	<b>(3,010)</b>	<b>1,452</b>	<b>(1,179)</b>
Other gains / (losses)		-	-	-	-
<b>Net movement in funds</b>		<b>4,462</b>	<b>(3,010)</b>	<b>1,452</b>	<b>(1,179)</b>
<b>Reconciliation of funds:</b>					
Funds brought forward at 1 April 2017		41,592	62,972	104,564	105,743
Transfer of funds		-	-	-	-
Funds carried forward at 31 March 2018	8	<b>46,054</b>	<b>59,962</b>	<b>106,016</b>	<b>104,564</b>

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

All incoming resources and resources expended derive from continuing activities.

MAGIC LANTERN

BALANCE SHEET AS AT 31 MARCH 2018

	Notes	2018		2017	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible assets			-		-
<b>CURRENT ASSETS</b>					
Debtors	6	-	-		
Cash at bank and in hand		106,016		104,564	
		<u>106,016</u>		<u>104,564</u>	
<b>CREDITORS: Amounts falling due within one year</b>					
	7	-	-		
<b>NET CURRENT ASSETS</b>					
			<u>106,016</u>		<u>104,564</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>					
			<u>106,016</u>		<u>104,564</u>
<b>CAPITAL AND RESERVES</b>					
Restricted funds	8		46,054		41,592
Unrestricted funds	8		59,962		62,972
	8		<u>106,016</u>		<u>104,564</u>

The financial statements were approved by the Trustees on 22 October 2018

*J.C. Hookes*  
 L. Varley (JOANNE HOOKES)  
 Trustee

*Justin Wood*  
 J. Wood  
 Trustee

## MAGIC LANTERN

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

#### 1. ACCOUNTING POLICIES

##### 1.1 Accounting convention

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 charity 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 or note.

##### 1.2 Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern. The trustees do not consider that there are any sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period.

##### 1.3 Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the income have been met, it is probable that the income will be received and that the amount can be measured reliably. Income mainly comprise donations received and school fees paid in the year.

##### 1.4 Donations of gifts, services and facilities

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

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

##### 1.5 Interest receivable

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

##### 1.6 Expenditure and irrecoverable VAT

Resources expended are included in the statement of financial activities on a paid basis, inclusive of VAT which cannot be recovered.

Certain expenditure is directly attributable to specific activities and has been included in those cost categories. Certain of the shared costs have been apportioned on the basis of an estimate of time spent by and by an estimate of other resources utilised.

##### 1.7 Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity

##### 1.8 Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

##### 1.9 Cash at bank and in hand

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

## MAGIC LANTERN

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

#### ACCOUNTING POLICIES (CONTINUED)

##### 1.10 Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

##### 1.11 Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

#### 2. DETAILED COMPARATIVES OF THE STATEMENT OF FINANCIAL ACTIVITIES

	2017 Restricted £	2017 Unrestricted £	2017 Total £
<b>Income:</b>			
Voluntary income:			
Donations and grants	15,760	6,220	21,980
Incoming resources from charitable activities:			
Fees for sessions	3,910	8,763	12,673
Investment income:			
Bank interest	-	1,332	1,332
<b>Total income</b>	<u>19,670</u>	<u>16,315</u>	<u>35,985</u>
<b>Expenditure:</b>			
Charitable activities	(17,480)	(19,684)	(37,164)
Governance costs	-	-	-
<b>Total expenditure</b>	<u>(17,480)</u>	<u>(19,684)</u>	<u>(37,164)</u>
<b>Net income/(expenditure) for the year</b>	<u>2,190</u>	<u>(3,369)</u>	<u>(1,179)</u>
Other gains / (losses)	-	-	-
<b>Net movement in funds</b>	<u>2,190</u>	<u>(3,369)</u>	<u>(1,179)</u>
<b>Reconciliation of funds:</b>			
Funds brought forward at 1 April 2016	39,402	66,341	105,743
Transfer of funds	-	-	-
Funds carried forward at 31 March 2017	<u>41,592</u>	<u>62,972</u>	<u>104,564</u>

**MAGIC LANTERN**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2018**

**3. DONATIONS AND GRANTS**

During the year the charity received donations from the following organisations:

	<b>Restricted</b>	<b>Unrestricted</b>	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>	<b>Total</b>	<b>Total</b>
			<b>£</b>	<b>£</b>
Mrs Cicely Pickering	2,500	-	<b>2,500</b>	<b>5,000</b>
Mulberry Trust	7,000	3,000	<b>10,000</b>	<b>10,000</b>
The Arts Society Hampstead Heath	1,970	-	<b>1,970</b>	<b>1,120</b>
Diana and Ray Schomberg	4,500	-	<b>4,500</b>	<b>4,500</b>
TYDFAS	1,500	-	<b>1,500</b>	<b>-</b>
Various donations < £500	130	265	<b>395</b>	<b>1,360</b>
Gift Aid tax received	-	5,718	<b>5,718</b>	<b>-</b>
	<u>17,600</u>	<u>8,983</u>	<u><b>26,583</b></u>	<u><b>21,980</b></u>

**4. RESOURCES EXPENDED**

	<b>Charitable activities</b>	<b>Charitable activities</b>	<b>Governance Costs</b>	<b>2018</b>	<b>2017</b>
	<b>Restricted</b>	<b>Unrestricted</b>	<b>Restricted</b>	<b>Total</b>	<b>Total</b>
	<b>Funds</b>	<b>Funds</b>	<b>Funds</b>		
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Presenter fees	7,070	13,270	-	<b>20,340</b>	<b>23,410</b>
Materials	-	28	-	<b>28</b>	<b>9</b>
Travel and subsistence	-	847	-	<b>847</b>	<b>625</b>
Administrator's fee	7,398	6,229	-	<b>13,627</b>	<b>11,850</b>
Printing, postage and stationery	-	223	-	<b>223</b>	<b>495</b>
Telephone	-	31	-	<b>31</b>	<b>31</b>
Computer and website costs	-	189	-	<b>189</b>	<b>318</b>
Insurance	-	276	-	<b>276</b>	<b>266</b>
Other general costs	-	606	-	<b>606</b>	<b>160</b>
	<u>14,468</u>	<u>21,699</u>	<u>-</u>	<u><b>36,167</b></u>	<u><b>37,164</b></u>

**5. TRUSTEES' REMUNERATION**

No remuneration was paid to the Trustees in either year nor did they receive any expenses.

**6. DEBTORS**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Other debtors	-	-
	<u>-</u>	<u>-</u>

**7. CREDITORS: amounts falling due within one year**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Other creditors	-	-
	<u>-</u>	<u>-</u>

MAGIC LANTERN

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2018

8. FUNDS

	At 1 April 2017 £	Incoming resources £	Resources expended £	Transfer between funds £	At 31 March 2018 £
<b>Restricted reserves:</b>					
a. Aldgate & Allhallows Barking Exhibition Foundation	1,500	120	(1,560)	-	60
b. Mrs Cicely Pickering	11,243	-	(480)	-	10,763
c. Mrs Cicely Pickering	10,185	2,620	(350)	-	12,455
d. Gillian Dickinson Trust	250	-	-	-	250
e. Gillian Dickinson Trust	1	-	-	-	1
f. John Lyon's Charity	660	690	(1,350)	-	-
g. J.P. Morgan	2,120	-	-	-	2,120
h. St Olave's & St Saviour's Schools Foundation	180	-	-	-	180
i. Mulberry Trust - Admin fees	3,075	4,500	(3,843)	-	3,732
j. Mulberry Trust - Fundraising	-	2,500	-	-	2,500
k. The Arts Society Hampstead Heath	6,725	2,500	(1,200)	-	8,025
l. John Davie Fund	129	-	-	-	129
m. The Arts Society Tyneside	-	1,500	(480)	-	1,020
n. University of Winchester	37	-	-	-	37
o. Durham Shopping Extravaganza	210	-	-	-	210
p. Diana and Ray Schomberg	5,277	-	(1,470)	-	3,807
q. Newcomen Collett Foundation	-	-	(180)	-	(180)
r. Diana Schomberg	-	4,500	(3,555)	-	945
	<b>41,592</b>	<b>18,930</b>	<b>(14,468)</b>	<b>-</b>	<b>46,054</b>
<b>Unrestricted reserves</b>	<b>62,972</b>	<b>18,689</b>	<b>(21,699)</b>	<b>-</b>	<b>59,962</b>
	<b>104,564</b>	<b>37,619</b>	<b>(36,167)</b>	<b>-</b>	<b>106,016</b>

## MAGIC LANTERN

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

The unrestricted reserves represent the available funds of the charity which are not designated for particular purposes.

All restricted reserves are represented by cash at bank within the balance sheet. Purposes of the restricted funds are as follows:-

- a. **Aldgate & Allhallows Barking Exhibition Foundation**  
To provide free sessions, particularly on Magic Lantern's history topics, in Tower Hamlets.
- b. **Mrs Cicely Pickering**  
To contribute towards the costs of workshops run in Hackney.
- c. **Mrs Cicely Pickering**  
To contribute towards the costs of workshops run in Lambeth and Wandsworth.
- d. **Gillian Dickinson Trust**  
To contribute towards the costs of workshops run in the North East.
- e. **Gillian Dickinson Trust**  
To contribute towards a pilot project involving a lesson in school, followed by a visit to The Laing Art Gallery in Newcastle to see the pictures discussed and then return to the school for further discussion.
- f. **John Lyon's Charity**  
To contribute towards the costs of workshops run in the John Lyon's area (currently Barnet, Brent, Camden, Hammersmith and Fulham, Kensington and Chelsea and Westminster).
- g. **J.P. Morgan**  
To contribute towards the costs of workshops run by the charity.
- h. **St Olave's & St Saviour's Schools Foundation**  
To contribute towards twenty 1 hour workshop sessions in Art, Design, History to Southwark Primary Schools.
- i. **Mulberry Trust - Admin fees**  
To contribute towards the Administrators annual costs.
- j. **Mulberry Trust - Fundraising**  
To contribute towards the fundraising costs.
- k. **The Arts Society Hampstead Heath**  
To contribute to Magic Lantern's administrative costs.
- l. **John Davie Fund**  
To provide 7 free sessions in schools in Devon.
- m. **The Arts Society Tyneside**  
To contribute towards free sessions in the North East.
- n. **University of Winchester**  
To contribute towards free sessions in Hampshire.
- o. **Durham Shopping Extravaganza**  
To contribute towards free sessions in the North East.
- p. **Diana and Ray Schomberg**  
To contribute towards sessions in hospitals and to disadvantaged adult groups, for example in prisons.
- q. **Newcomen Collett Foundation**  
To contribute towards workshop sessions in Art/Design/History to Southwark Primary Schools. It has been agreed that Magic Lantern are allowed to incur expenses in advance of receiving funds, with £180 being received after the year end.
- r. **Diana Schomberg**  
To contribute towards the Administrators annual costs.

#### 9. CONTROL

The charity is controlled by its Trustees.

#### 10. RELATED PARTY TRANSACTIONS

The charity has no related party transactions to disclose