

COMPANY REGISTRATION NUMBER: 04397258
CHARITY REGISTRATION NUMBER: 1126812
SCOTTISH CHARITY REGISTRATION NUMBER: SC047720

FARPLACE ANIMAL RESCUE LIMITED
COMPANY LIMITED BY GUARANTEE
GROUP FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2021

ALLEN SYKES LIMITED
Chartered Accountants & Statutory Auditor
Unit B4 Castle Gardens
Stanhope
Bishop Auckland
Durham
DL13 2FJ

FARPLACE ANIMAL RESCUE LIMITED
COMPANY LIMITED BY GUARANTEE
GROUP FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2021

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FARPLACE ANIMAL RESCUE LIMITED
COMPANY LIMITED BY GUARANTEE

TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTORS' REPORT)
(continued)

YEAR ENDED 31 MARCH 2021

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the group financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the group financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 29/12/21 and signed on behalf of the board of trustees by:



J H Ellis
Trustee

FARPLACE ANIMAL RESCUE LIMITED

COMPANY LIMITED BY GUARANTEE

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FARPLACE ANIMAL RESCUE LIMITED *(continued)*

YEAR ENDED 31 MARCH 2021

Opinion

We have audited the group financial statements of Farplace Animal Rescue Limited (the 'parent charity') and its subsidiaries (the 'group') for the year ended 31 March 2021 which comprise the consolidated statement of financial activities (including income and expenditure account), the charity's statement of financial activities (including income and expenditure account), the consolidated statement of financial position, the charity's statement of financial position, the consolidated statement of cash flows, the charity's statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the group financial statements:

- give a true and fair view of the state of the group's and of the parent charity's affairs as at 31 March 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the group financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the group financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

FARPLACE ANIMAL RESCUE LIMITED
COMPANY LIMITED BY GUARANTEE

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FARPLACE
ANIMAL RESCUE LIMITED *(continued)***

YEAR ENDED 31 MARCH 2021

Other information

The other information comprises the information included in the annual report, other than the group financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the group financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the group financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the group financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the group financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the group financial statements are prepared is consistent with the group financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent charity, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charity group financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the group financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

FARPLACE ANIMAL RESCUE LIMITED

COMPANY LIMITED BY GUARANTEE

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FARPLACE ANIMAL RESCUE LIMITED *(continued)*

YEAR ENDED 31 MARCH 2021

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the group financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of group financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the group financial statements, the trustees are responsible for assessing the group's and the parent charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the group or the parent charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the group financial statements

Our objectives are to obtain reasonable assurance about whether the group financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these group financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the company through discussions with directors and other management, and from our commercial knowledge and experience of the sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Companies Act 2006, Charities Act 2011, taxation legislation, data protection, anti-bribery, employment, environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

FARPLACE ANIMAL RESCUE LIMITED
COMPANY LIMITED BY GUARANTEE

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FARPLACE
ANIMAL RESCUE LIMITED** *(continued)*

YEAR ENDED 31 MARCH 2021

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind any identified significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with HMRC, relevant regulators and the company's legal advisors.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any. Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the group financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group's or the parent charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the group financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group or the parent charity to cease to continue as a going concern.

FARPLACE ANIMAL RESCUE LIMITED
COMPANY LIMITED BY GUARANTEE

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FARPLACE
ANIMAL RESCUE LIMITED *(continued)***

YEAR ENDED 31 MARCH 2021

- Evaluate the overall presentation, structure and content of the group financial statements, including the disclosures, and whether the group financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated group financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Paul

Philip Lamb (Senior Statutory Auditor)

For and on behalf of
Allen Sykes Limited
Chartered Accountants & Statutory Auditor
Unit B4 Castle Gardens
Stanhope
Bishop Auckland
Durham
DL13 2FJ

30/12/21
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FARPLACE ANIMAL RESCUE LIMITED
COMPANY LIMITED BY GUARANTEE

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME AND EXPENDITURE ACCOUNT)

YEAR ENDED 31 MARCH 2021

	2021		2020	
	Unrestricted funds	Restricted funds	Total funds	Total funds
Note	£	£	£	£
Income and endowments				
Donations and legacies	5	1,018,869	5,906	1,024,775
Other trading activities	6	502,196	–	502,196
Total income		<u>1,521,065</u>	<u>5,906</u>	<u>1,526,971</u>
Expenditure				
Expenditure on raising funds:				
Costs of raising donations and legacies	7	265	1,371	1,636
Costs of other trading activities	8	917,990	–	917,990
Expenditure on charitable activities	9,10	233,291	8,477	241,768
Total expenditure		<u>1,151,546</u>	<u>9,848</u>	<u>1,161,394</u>
Net income/(expenditure)		<u>369,519</u>	<u>(3,942)</u>	<u>365,577</u>
Transfers between funds		–	–	–
Net movement in funds		<u>369,519</u>	<u>(3,942)</u>	<u>365,577</u>
Reconciliation of funds				
Total funds brought forward		91,611	36,707	128,318
Total funds carried forward		<u>461,130</u>	<u>32,765</u>	<u>493,895</u>
			<u>128,318</u>	<u>128,318</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 16 to 30 form part of these group financial statements.

FARPLACE ANIMAL RESCUE LIMITED
COMPANY LIMITED BY GUARANTEE

CHARITY STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME AND EXPENDITURE ACCOUNT)

YEAR ENDED 31 MARCH 2021

	2021		2020	
	Unrestricted funds	Restricted funds	Total funds	Total funds
Note	£	£	£	£
Income and endowments				
Donations and legacies	5	607,162	5,906	613,068
Other trading activities	6	(161)	–	(161)
Total income		<u>607,001</u>	<u>5,906</u>	<u>612,907</u>
Expenditure				
Expenditure on raising funds:				
Costs of raising donations and legacies	7	265	1,371	1,636
Costs of other trading activities	8	45,192	–	45,192
Expenditure on charitable activities	9,10	233,291	8,477	241,768
Total expenditure		<u>278,748</u>	<u>9,848</u>	<u>288,596</u>
Net income		<u>328,253</u>	<u>(3,942)</u>	<u>324,311</u>
Transfers between funds		–	–	–
Net movement in funds		<u>328,253</u>	<u>(3,942)</u>	<u>324,311</u>
Reconciliation of funds				
Total funds brought forward		106,420	36,707	143,127
Total funds carried forward		<u>434,673</u>	<u>32,765</u>	<u>467,438</u>
			<u>143,127</u>	

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 16 to 30 form part of these group financial statements.

FARPLACE ANIMAL RESCUE LIMITED
COMPANY LIMITED BY GUARANTEE

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

31 MARCH 2021

	Note	Group 2021 £	Group 2020 £	Charity 2021 £	Charity 2020 £
Fixed assets					
Tangible fixed assets	17	143,694	124,312	111,470	108,195
Investments	18	-	-	2	2
		<u>143,694</u>	<u>124,312</u>	<u>111,472</u>	<u>108,197</u>
Current assets					
Stocks	19	3,888	1,000	-	-
Debtors	20	44,323	31,390	14,491	60,788
Cash at bank and in hand		<u>400,084</u>	<u>55,926</u>	<u>396,747</u>	<u>12,653</u>
		448,295	88,316	411,238	73,441
Creditors: amounts falling due within one year	21	<u>91,381</u>	<u>70,131</u>	<u>53,700</u>	<u>31,552</u>
Net current assets/liabilities		<u>356,914</u>	<u>18,185</u>	<u>357,538</u>	<u>41,889</u>
Total assets less current liabilities		<u>500,608</u>	<u>142,497</u>	<u>469,010</u>	<u>150,086</u>
Creditors: amounts falling due after more than one year	22	<u>6,713</u>	<u>14,179</u>	<u>1,572</u>	<u>6,959</u>
Net assets		<u>493,895</u>	<u>128,318</u>	<u>467,438</u>	<u>143,127</u>
Funds of the charity					
Restricted funds		32,765	36,707	32,765	36,707
Unrestricted funds		<u>461,130</u>	<u>91,611</u>	<u>434,673</u>	<u>106,420</u>
Total charity funds	25	<u>493,895</u>	<u>128,318</u>	<u>467,438</u>	<u>143,127</u>

The trustees have prepared group financial statements in accordance with the Companies Act 2006 and section 44 of the Charities and Trustee Investment (Scotland) Act 2005. These group financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These group financial statements were approved by the board of trustees and authorised for issue on 23.11.21....., and are signed on behalf of the board by:



J H Ellis
Trustee

Company Registration Number: 04397258

The notes on pages 16 to 30 form part of these group financial statements.

FARPLACE ANIMAL RESCUE LIMITED

COMPANY LIMITED BY GUARANTEE

STATEMENT OF CASH FLOWS AND CONSOLIDATED STATEMENT OF CASH FLOWS

YEAR ENDED 31 MARCH 2021

	Group 2021 £	Group 2020 £	Charity 2021 £	Charity 2020 £
Cash flows from operating activities				
Net income/(expenditure)	365,577	70,945	324,311	67,547
<i>Adjustments for:</i>				
Depreciation of tangible fixed assets	23,611	19,645	13,297	14,262
Government grant income	(719,171)	(75,000)	-	-
Other interest receivable and similar income	(864)	-	-	-
Interest payable and similar charges	1,897	2,518	1,152	2,260
Accrued expenses	4,332	(35,471)	1,151	(31,194)
<i>Changes in:</i>				
Stocks	(2,888)	-	-	-
Trade and other debtors	1,490	(14,300)	48,725	(40,220)
Trade and other creditors	1,825	28,395	(7,012)	13,880
Cash generated from operations	(324,191)	(3,268)	381,624	26,535
Interest paid	(1,897)	(2,518)	(1,152)	(2,260)
Interest received	864	-	-	-
Net cash from operating activities	<u>(325,224)</u>	<u>(5,786)</u>	<u>380,472</u>	<u>24,275</u>
Cash flows from investing activities				
Purchase of tangible assets	(42,993)	(4,463)	(16,572)	(3,908)
Net cash used in investing activities	<u>(42,993)</u>	<u>(4,463)</u>	<u>(16,572)</u>	<u>(3,908)</u>
Cash flows from financing activities				
Government grant income	719,171	75,000	-	-
Loans from group undertakings	-	-	25,180	-
Payments of finance lease liabilities	(6,796)	(6,527)	(4,986)	(4,614)
Net cash used in financing activities	<u>712,375</u>	<u>68,473</u>	<u>20,194</u>	<u>(4,614)</u>
Net increase in cash and cash equivalents	344,158	58,224	384,094	15,753
Cash and cash equivalents at beginning of year	<u>55,926</u>	<u>(2,298)</u>	<u>12,653</u>	<u>(3,100)</u>
Cash and cash equivalents at end of year	<u>400,084</u>	<u>55,926</u>	<u>396,747</u>	<u>12,653</u>

The notes on pages 16 to 30 form part of these group financial statements.

FARPLACE ANIMAL RESCUE LIMITED

COMPANY LIMITED BY GUARANTEE

NOTES TO THE GROUP FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England, Wales and Scotland. The address of the registered office is Farplace, Sidehead, Westgate, Bishop Auckland, County Durham, DL13 1LE.

2. Statement of compliance

These group financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Consolidation

The group financial statements consolidate the financial statements of Farplace Animal Rescue Limited and all of its subsidiary undertakings.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

FARPLACE ANIMAL RESCUE LIMITED
COMPANY LIMITED BY GUARANTEE

NOTES TO THE GROUP FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

3. Accounting policies *(continued)*

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Incoming resources

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

FARPLACE ANIMAL RESCUE LIMITED
COMPANY LIMITED BY GUARANTEE

NOTES TO THE GROUP FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

3. Accounting policies *(continued)*

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold property improvements	-	10% straight line
Motor vehicles	-	25% reducing balance
Equipment	-	15% reducing balance

Freehold land is not depreciated.

Investments

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses.

Listed investments are measured at fair value with changes in fair value being recognised in profit or loss.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

FARPLACE ANIMAL RESCUE LIMITED
COMPANY LIMITED BY GUARANTEE

NOTES TO THE GROUP FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

3. Accounting policies *(continued)*

Finance leases and hire purchase contracts

Assets held under finance leases and hire purchase contracts are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset.

Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of the liability.

Financial instruments

All of the charity's financial instruments can be classed as basic. Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Limited by guarantee

The company is limited by guarantee, there being no issued share capital, and as such is not under the direct control of any individual but of the board of directors as a whole.

At 31 March 2021 there were 4 members each of whom had undertaken to contribute an amount not exceeding £1 in the event of a winding up.

FARPLACE ANIMAL RESCUE LIMITED
COMPANY LIMITED BY GUARANTEE

NOTES TO THE GROUP FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

5. Donations and legacies

Group	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations			
Donations	177,069	5,906	182,975
Charitable trusts	29,146	–	29,146
Sponsorship events	27,727	–	27,727
Legacies			
Legacies	38,329	–	38,329
Grants			
COVID support grants	581,327	–	581,327
JRS grants	116,844	–	116,844
Kickstarter funding	21,000	–	21,000
Other donations and legacies			
Gift Aid	27,427	–	27,427
	<u>1,018,869</u>	<u>5,906</u>	<u>1,024,775</u>
Donations			
Donations	194,021	4,070	198,091
Charitable Trusts	38,262	–	38,262
Sponsorship events	14,456	–	14,456
Legacies			
Legacies	56,437	–	56,437
Other donations and legacies			
Gift Aid	42,182	–	42,182
	<u>345,358</u>	<u>4,070</u>	<u>349,428</u>

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NOTES TO THE GROUP FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2021

5. Donations and legacies *(continued)*

Charity	Unrestricted Funds	Restricted Funds	Total Funds 2021
	£	£	£
Donations			
Donations	448,502	5,906	454,408
Charitable trusts	29,146	–	29,146
Sponsorship events	27,727	–	27,727
Legacies			
Legacies	38,329	–	38,329
Grants			
JRS grants	15,031	–	15,031
Kickstarter funding	21,000	–	21,000
Other donations and legacies			
Gift Aid	27,427	–	27,427
	<u>607,162</u>	<u>5,906</u>	<u>613,068</u>
	Unrestricted Funds	Restricted Funds	Total Funds 2020
	£	£	£
Donations			
Donations	194,021	4,070	198,091
Charitable trusts	38,262	–	38,262
Sponsorship events	14,456	–	14,456
Legacies			
Legacies	56,437	–	56,437
Other donations and legacies			
Gift Aid	42,182	–	42,182
	<u>345,358</u>	<u>4,070</u>	<u>349,428</u>

6. Other trading activities

Group	Unrestricted Funds	Total Funds 2021	Unrestricted Funds	Total Funds 2020
	£	£	£	£
Vegan festivals	(736)	(736)	56,825	56,825
Lotteries income	575	575	579	579
Shop income	<u>502,357</u>	<u>502,357</u>	<u>670,676</u>	<u>670,676</u>
	<u>502,196</u>	<u>502,196</u>	<u>728,080</u>	<u>728,080</u>

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NOTES TO THE GROUP FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

6. Other trading activities *(continued)*

Charity	Unrestricted Funds	Total Funds	Unrestricted Funds	Total Funds
	2021	2021	2020	2020
	£	£	£	£
Vegan festivals	(736)	(736)	56,825	56,825
Lotteries income	575	575	579	579
	<u>(161)</u>	<u>(161)</u>	<u>57,404</u>	<u>57,404</u>

7. Costs of raising donations and legacies

Group and Charity	Unrestricted Funds	Restricted Funds	Total Funds
	2021	2021	2021
	£	£	£
Costs of raising donations and legacies - Donations	<u>265</u>	<u>1,371</u>	<u>1,636</u>

	Unrestricted Funds	Restricted Funds	Total Funds
	2020	2020	2020
	£	£	£
Costs of raising donations and legacies - Donations	<u>1,725</u>	<u>—</u>	<u>1,725</u>

8. Costs of other trading activities

Group	Unrestricted Funds	Total Funds	Unrestricted Funds	Total Funds
	2021	2021	2020	2020
	£	£	£	£
Shop costs	873,888	873,888	668,513	668,513
Fundraising costs	<u>44,102</u>	<u>44,102</u>	<u>141,343</u>	<u>141,343</u>
	<u>917,990</u>	<u>917,990</u>	<u>809,856</u>	<u>809,856</u>

Charity	Unrestricted Funds	Total Funds	Unrestricted Funds	Total Funds
	2021	2021	2020	2020
	£	£	£	£
Shop costs	1,090	1,090	1,235	1,235
Fundraising costs	<u>44,102</u>	<u>44,102</u>	<u>138,955</u>	<u>138,955</u>
	<u>45,192</u>	<u>45,192</u>	<u>140,190</u>	<u>140,190</u>

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NOTES TO THE GROUP FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

13. Auditors' remuneration

	Group 2021 £	Group 2020 £	Charity 2021 £	Charity 2020 £
Fees payable for the audit of the financial statements	<u>8,595</u>	<u>8,495</u>	<u>4,674</u>	<u>4,600</u>

14. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	Group 2021 £	Group 2020 £	Charity 2021 £	Charity 2020 £
Wages and salaries	493,154	452,545	137,788	110,526
Social security costs	23,134	18,094	8,200	6,881
Employer contributions to pension plans	7,824	6,643	3,181	2,679
	<u>524,112</u>	<u>477,282</u>	<u>149,169</u>	<u>120,086</u>

The average head count of employees during the year was 41 (2020: 36). The average number of full-time equivalent employees during the year is analysed as follows:

	Group 2021 No.	Group 2020 No.	Charity 2021 No.	Charity 2020 No.
Number of administrative staff	2	2	2	2
Number of management staff	1	1	1	1
Number of animal care staff	3	3	3	3
Number of shop staff	32	27	–	–
Number of events staff	2	2	2	2
	<u>40</u>	<u>35</u>	<u>8</u>	<u>8</u>

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

Key Management Personnel

Key management personnel include all persons that have authority and responsibility for planning, directing and controlling the activities of the group. The total compensation paid to key management personnel for services provided to the group was £89,177 (2020: £69,739). The total compensation paid to key management personnel for services provided to the charity was £53,977 (2020: £43,120).

15. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

No trustee expenses have been incurred (2020 - £Nil).

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NOTES TO THE GROUP FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

16. Transfers between funds

Transfers between funds relate to the transfer of restricted funds to unrestricted funds to reflect the elements of overall expenditure which are in line with the restricted purposes of these funds.

17. Tangible fixed assets

Group	Leasehold Property Improvements £	Fixtures and fittings £	Motor vehicles £	Equipment £	Freehold Land £	Total £
Cost						
At 1 Apr 2020	93,931	12,717	35,153	42,770	44,348	228,919
Additions	15,150	–	–	27,843	–	42,993
At 31 Mar 2021	<u>109,081</u>	<u>12,717</u>	<u>35,153</u>	<u>70,613</u>	<u>44,348</u>	271,912
Depreciation						
At 1 Apr 2020	58,558	6,190	16,277	23,582	–	104,607
Charge for the year	7,744	1,306	4,719	9,842	–	23,611
At 31 Mar 2021	<u>66,302</u>	<u>7,496</u>	<u>20,996</u>	<u>33,424</u>	<u>–</u>	128,218
Carrying amount						
At 31 Mar 2021	<u>42,779</u>	<u>5,221</u>	<u>14,157</u>	<u>37,189</u>	<u>44,348</u>	143,694
At 31 Mar 2020	<u>35,373</u>	<u>6,527</u>	<u>18,876</u>	<u>19,188</u>	<u>44,348</u>	124,312
Charity						
	Leasehold Property Improvements £		Motor vehicles £	Equipment £	Freehold Land £	Total £
Cost						
At 1 April 2020	93,931		25,020	36,823	44,348	200,122
Additions	15,150		–	1,422	–	16,572
At 31 March 2021	<u>109,081</u>		<u>25,020</u>	<u>38,245</u>	<u>44,348</u>	216,694
Depreciation						
At 1 April 2020	58,558		13,585	19,784	–	91,927
Charge for the year	7,744		2,859	2,694	–	13,297
At 31 March 2021	<u>66,302</u>		<u>16,444</u>	<u>22,478</u>	<u>–</u>	105,224
Carrying amount						
At 31 March 2021	<u>42,779</u>		<u>8,576</u>	<u>15,767</u>	<u>44,348</u>	111,470
At 31 March 2020	<u>35,373</u>		<u>11,435</u>	<u>17,039</u>	<u>44,348</u>	108,195

FARPLACE ANIMAL RESCUE LIMITED
COMPANY LIMITED BY GUARANTEE

NOTES TO THE GROUP FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2021

17. Tangible fixed assets *(continued)*

Finance leases and hire purchase contracts

Included within the carrying value of tangible fixed assets are the following amounts relating to assets held under finance leases or hire purchase agreements:

Group	Motor vehicles £
At 31 March 2021	14,157
At 31 March 2020	<u>18,876</u>
Charity	Motor vehicles £
At 31 March 2021	8,576
At 31 March 2020	<u>11,435</u>

18. Investments

The group has no investments.

Charity

Shares in
group
undertakings
£

Cost	2
At 1 April 2020 and 31 March 2021	<u>2</u>
Impairment	-
At 1 April 2020 and 31 March 2021	<u>-</u>
Carrying amount	2
At 31 March 2021	<u>2</u>
At 31 March 2020	<u>2</u>

Subsidiaries and other investments

Subsidiary undertakings	Percentage of Class of share shares held
Farplace Trading Limited	Ordinary 100

The results for subsidiaries and other undertakings are as follows:

Subsidiary undertakings	Capital and reserves	Profit/(loss) for the year
Farplace Trading Limited	2021 £	2021 £
	2020 £	2020 £
	<u>26,459</u>	<u>41,266</u>
	(14,807)	<u>3,398</u>

FARPLACE ANIMAL RESCUE LIMITED
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NOTES TO THE GROUP FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 31 MARCH 2021

19. Stocks

	Group		Charity
	2021	2020	2021
	£	£	£
Raw materials and consumables	3,888	1,000	-

20. Debtors

	Group		Charity
	2021	2020	2021
	£	£	£
Amounts owed by group undertakings	-	-	52,514
Prepayments and accrued income	28,798	11,655	8,274
Other debtors	15,525	19,735	-
	<u>44,323</u>	<u>31,390</u>	<u>14,491</u>
			60,788

21. Creditors: amounts falling due within one year

	Group		Charity
	2021	2020	2021
	£	£	£
Trade creditors	26,345	32,312	11,728
Amounts owed to group undertakings	-	-	-
Accruals and deferred income	38,226	19,471	6,909
Social security and other taxes	12,552	4,104	2,335
Obligations under finance leases and hire purchase contracts	7,467	6,797	4,986
Pension creditor	1,123	1,640	-
Salary deductions	683	213	-
Other creditors	4,985	5,594	5,594
	<u>91,381</u>	<u>70,131</u>	<u>53,700</u>
			31,552

HP and finance leases are secured upon the assets to which they relate.

22. Creditors: amounts falling due after more than one year

	Group		Charity
	2021	2020	2021
	£	£	£
Obligations under finance leases and hire purchase contracts	6,713	14,179	1,572
	<u>6,713</u>	<u>14,179</u>	<u>1,572</u>
			6,959

HP and finance leases are secured upon the assets to which they relate.

FARPLACE ANIMAL RESCUE LIMITED
COMPANY LIMITED BY GUARANTEE

NOTES TO THE GROUP FINANCIAL STATEMENTS (continued)
YEAR ENDED 31 MARCH 2021

23. Finance leases and hire purchase contracts

The total future minimum lease payments under finance leases and hire purchase contracts are as follows:

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Not later than 1 year	7,467	6,797	5,387	4,986
Later than 1 year and not later than 5 years	<u>6,713</u>	<u>14,179</u>	<u>1,572</u>	<u>6,959</u>
	14,180	20,976	6,959	11,945

24. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £7,824 (2020: £6,643).

25. Analysis of charitable funds

Unrestricted funds	At 1 April		At 31 March	
	2020	Income	Expenditure	2021
Group	£	£	£	£
General funds	<u>91,611</u>	<u>1,521,065</u>	<u>(1,151,546)</u>	<u>461,130</u>
Charity	At 1 April	Income	Expenditure	At 31 March
	2020	£	£	2021
General funds	<u>106,420</u>	<u>607,001</u>	<u>(278,748)</u>	<u>434,673</u>
Restricted funds	At 1 April	Income	Expenditure	At 31 March
Group and Charity	2020	£	£	2021
Cat hospice	3,169	-	(1,000)	2,169
Barns and buildings	11,004	-	(2,172)	8,832
Land and woods	15,250	-	(500)	14,750
Vet appeal	-	5,906	(5,906)	-
Environmental project	<u>7,284</u>	<u>-</u>	<u>(270)</u>	<u>7,014</u>
	<u>36,707</u>	<u>5,906</u>	<u>(9,848)</u>	<u>32,765</u>

FARPLACE ANIMAL RESCUE LIMITED

COMPANY LIMITED BY GUARANTEE

NOTES TO THE GROUP FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

25. Analysis of charitable funds *(continued)*

Cat hospice	Grants received for the construction of a cat hospice.
Barns and buildings	Grants and donations received towards the barn construction and other animal care buildings.
Land and woods	Grants received towards the acquisition of Sidehead land and woods.
Vet appeal	Donations towards vet bills.
Environmental project	Funding from Tesco towards an environmental project.

26. Analysis of net assets between funds

Group	Unrestricted	Restricted	Total Funds	Total Funds
	Funds	Funds	2021	2020
	£	£	£	£
Tangible fixed assets	110,929	32,765	143,694	124,312
Current assets	448,295	-	448,295	88,316
Creditors less than 1 year	(91,381)	-	(91,381)	(70,131)
Creditors greater than 1 year	(6,713)	-	(6,713)	(14,179)
Net assets	<u>461,130</u>	<u>32,765</u>	<u>493,895</u>	<u>128,318</u>
Charity	Unrestricted	Restricted	Total Funds	Total Funds
	Funds	Funds	2021	2020
	£	£	£	£
Tangible fixed assets	78,705	32,765	111,470	108,195
Investments	2	-	2	2
Current assets	411,238	-	411,238	73,441
Creditors less than 1 year	(53,700)	-	(53,700)	(31,552)
Creditors greater than 1 year	(1,572)	-	(1,572)	(6,959)
Net assets	<u>434,673</u>	<u>32,765</u>	<u>467,438</u>	<u>143,127</u>

27. Operating lease commitments

The total future minimum lease payments under non-cancellable operating leases are as follows:

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Not later than 1 year	223,255	144,601	216,324	135,991
Later than 1 year and not later than 5 years	492,567	498,740	481,407	480,648
Later than 5 years	60,000	132,938	60,000	132,938
	<u>775,822</u>	<u>776,279</u>	<u>757,731</u>	<u>749,577</u>