

REMAR ASSOCIATION (UK)

England & Wales · Charity number 1010448

Details

Other names	REMAR, REMAR UK
Status	Registered
Legal form	Charitable company
Company number	02701445
Registered	1992-04-09
Register	View on the Charity Commission register

Contact

Address	845 High Road Leytonstone London E11 1HH
Phone	07710315523
Email	remarlondon@btconnect.com
Website	www.remar.uk.com

Activities

Objects: (I) TO RELIEVE IN ANY PART OF THE WORLD SUFFERING FROM POVERTY AND/OR SICKNESS PARTICULARLY AMONG PERSONS AFFECTED BY SOLVENT ABUSE, DRUG ADDICTION AND/OR ALCOHOLISM AND TO RESTORE AND REHABILITATE SUCH PERSONS AND TO RELIEVE THE SUFFERING OF PARENTS, SPOUSES, PARTNERS, CHILDREN (INCLUDING ORPHANED AND ABANDONED) OF SUCH AFFECTED PERSONS; TO EDUCATE THE PUBLIC AND PERSONS AFFECTED BY SOLVENT ABUSE AND ALCOHOLISM AND IN DANGER OF SOLVENT, DRUGS AND ALCOHOL ADDICTION IN SUCH MANNER AS THE DIRECTORS THINK FIT.(II) TO RELIEVE IN ANY PART OF THE WORLD POVERTY, DEPRIVATION AND DISTRESS AMONG PERSONS OF ANY AGE OR RACE INCLUDING WITHOUT LIMITATION ASSISTANCE DIRECTLY OR INDIRECTLY FOR PLACES OF EDUCATION AND CARE OF THE SICK.(III) THE CARE, RE-SETTLEMENT AND REHABILITATION OF OFFENDERS AND THEIR FAMILIES AND DEPENDANTS IN ANY PART OF THE WORLD.(IV) THE ADVANCEMENT OF THE CHRISTIAN RELIGION.

Activities: Practical training is carried on by daily routine at each house on a Christian basis. The charity undertakes evangelistic work on the streets and in centres. Remar Association (UK) operates a soup kitchen to assist vulnerable people in the Nottingham area. The charity sends humanitarian aid containers to other

Remar organisations around the world to relieve suffering from poverty and addictions.

Classification

- **How:** Provides Advocacy/advice/information
- **What:** General Charitable Purposes, Education/training, The Prevention Or Relief Of Poverty, Accommodation/housing, Religious Activities
- **Who:** Children/young People, Elderly/old People, Other Defined Groups, The General Public/mankind

Geography

- **Area of benefit:** ANY PART OF THE WORLD
- Scotland
- Nottingham City
- Sheffield City
- Southwark
- Waltham Forest

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£690,735	£796,684	£446,750	0
2024-03-31	£912,165	£942,523	£552,699	0
2023-03-31	£926,266	£1,004,610	£583,057	0
2022-03-31	£1,236,450	£1,311,105	£661,401	0
2021-03-31	£1,405,568	£1,137,486	£736,056	0

Trustees

Name	Role	Appointed
GEORGE WILLIAM HARVEY		
JEREMY BLATCH		
Laura Ann English		2022-11-23

REMAR ASSOCIATION (UK)

England & Wales - Charity number 1010448

Accounts

REGISTERED COMPANY NUMBER: 02701445 (England and Wales)
REGISTERED CHARITY NUMBER: 1010448
SCOTTISH CHARITY NUMBER: SCO38887

**Report of the Trustees and
Financial Statements for the Year Ended**

**31 March 2025
for
Remar Association (UK)**

Mabe Allen LLP
Chartered Accountants
Statutory Auditors
50 Osmaston Road
Derby
DE1 2HU

Remar Association (UK)

**Contents of the Financial Statements
for the Year Ended 31 March 2025**

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Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2025

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2025. The trustees have adopted the provisions of 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).

Basis and Values

Remar Association (UK) is a charity whose inspiration and values derive from the Christian faith. These values, enriched and shared by many people of other faiths and philosophies, provide the basis of the work with persons affected by drug addiction and alcoholism, and with their families and dependents.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of Remar Association (UK) as amended by a Special Resolution dated 17 July 2003 and as defined by the Memorandum of Association are:-

i) to relieve in any part of the World suffering from poverty and/or sickness particularly among persons affected by solvent abuse, drug addiction and/or alcoholism and to restore and rehabilitate such persons and to relieve the suffering of parents, spouses, partners, children (including orphaned and abandoned) of such affected persons; to educate the public and persons affected by solvent abuse, drug addiction and alcoholism and in danger of solvent, drugs and alcohol addiction in such manner as the directors think fit.

ii) to relieve in any part of the World poverty, deprivation and distress among persons of any age or race including without limit assistance directly or indirectly for places of education and care of the sick.

iii) the care, re-settlement and rehabilitation of offenders and their families and dependants in any part of the World.

iv) the advancement of the Christian faith.

Significant activities

The current focus of Remar Association (UK)'s work is based upon four main pillars:-

i) To raise awareness of the Christian faith through evangelism.

ii) To instil discipleship in the Christian faith.

iii) To undertake Christian social work, the practical expression of which is in assistance to persons affected by solvent abuse, drug addiction and/or alcoholism, ex-offenders, the relatives of such affected persons and also in financial and material support for the Christian social work of Remar in other parts of the world, including help to orphaned and abandoned children.

iv) To raise funds, particularly through its own Christian business enterprises, to support its activities.

The following are some of the main activities and developments in the different areas over the past year: -

Evangelism

We have been doing evangelistic work on the streets of central London and people have come to our centres directly as a result of this activity, also evangelising once a week in Glasgow (Scotland).

Discipleship

The general work of discipleship continues amongst those beneficiaries who, once their lives have been fully restored, decide to stay on as volunteer Christian workers. This is mainly practical training, carried on in the day-to-day routine of each house.

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2025

OBJECTIVES AND ACTIVITIES

Significant activities - continued

Social Work

We wish to continue to refer people from the United Kingdom with problems of drug and alcohol addiction to the Spanish Remar centres. Others contact Remar Spain directly for help with their problems.

We have also been able to continue with our financial programme of gifts and donations to Remar centres in other parts of the world, as shown in the financial report.

Social work amongst the poor and marginalised has continued during the year. In Nottingham and London, a programme "Angels in the night" continues bringing to the homeless and street people weekly a programme of hot food, sandwiches, and refreshments.

A programme of distributing food parcels weekly has continued for those in need of basic food.

Christian Business Enterprises

We continue to generate the majority of our funds from the profits made by our Charity Shops and online sales which sell new and second-hand donated furniture, clothing & bric-a-brac, and with a percentage of activity undertaken by our subsidiary trading company, Remar UK Limited. These shops are functioning in four different towns or cities (2024: four) at present and continue to be a financial success.

Public benefit

Under the Charities Act 2011, charities are required to demonstrate that their aims are for the public benefit. The two key principles which must be met in this context are, first, that there must be an identifiable benefit or benefits; and, secondly, that the benefit must be to the public, or a section of the public. Charity Trustees must ensure that they carry out their charity's aims for the public benefit, must have regard to the Charity Commission's and the Office of the Scottish Charity Regulator's guidance, and must report on public benefit in their Annual Report.

Remar Association (UK)'s Board of Trustees regularly monitors and reviews the success of the organization in meeting its key objectives of helping people suffering from poverty, sickness and affected by drug addiction and alcoholism. The Trustees confirm, in the light of the guidance, that these aims fully meet the public benefit test and that all the activities of the Charity, described in this report under its current focus, are undertaken in pursuit of its aims.

Grant Making

Decisions on making grants are taken by the Trustees and are normally made to Remar Spain for distribution to other Remar organisations around the world (see Note 7) based on where the need is greatest.

Volunteers

The voluntary workers include drug-addicts and alcoholics in rehabilitation, addicts already rehabilitated and individuals dedicating themselves full time to the work of the Charity. These individuals live in the various properties rented by or belonging to the Charity and have their needs provided by the Charity. The Trustees consider it very important that those who no longer have problems of addiction live alongside those who arrive as drug addicts and alcoholics, so that they can care for them twenty-four hours a day.

The Trustees wish to thank those many volunteers who give their time to the various projects. In total this represents hours of work which cannot possibly be valued, but without which Remar Association (UK) would not exist.

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2025

FINANCIAL REVIEW

Financial position

The last financial year has seen the Charity develop and consolidate its services.

The Consolidated Balance Sheet indicates that at 31 March 2025 the total funds of the group were £446,750 (2024: £552,699). This was represented by tangible fixed assets of £760,814 (2024: £795,065) and net current liabilities of £11,172 (net current assets 2024: £83,639), with a further £302,892 (2024: £326,005) liabilities due after more than one year. The liabilities include the outstanding balance of £321,172 (2024: £340,975) due on bank loans. Unrestricted funds of £446,750 (2024: £552,699) represents the reserves available to the group to fulfil the Charity's existing commitments over the long term and also to finance the expected growth in activity.

The Consolidated Statement of Financial Activities indicates that total resources expended for the year ended 31 March 2025 was £796,684 (2024: £942,523) with total income generated of £690,735 (2024: £912,165). The existence and operation of charity shops by the Charity provides a substantial base for the future with five shops (2024: five) in operation at the year end.

Resettlement and care expenditure at a cost of £137,347 (2024: £151,218) continued to be a significant part of the Charity's activities. During the year Fareshare provided the charity food with a fair value of £16,127 (2024: £35,360) for distribution to the beneficiaries of the charity.

The Charity is set to benefit from the proceeds of a legacy, however this has been delayed.

The Trustees will progress the strategy to develop and grow the Charity. The Trustees are confident that they are well placed to fulfil the objectives of the Charity into the future.

Trading Activities

The results of Remar UK Limited, the wholly owned subsidiary company of the charity are summarised in Note 14 of the Financial Statements.

During the year, the trading subsidiary has made donations of £54,007 (2024: £37,638) transferring profits to the parent charity. The Trustees of the Charity are: G W Harvey, J Blatch and L English. G W Harvey and J Blatch are also directors of the trading subsidiary.

Online sales revenue for the year was impacted by an issue with Google AdWords. This took some time to resolve, and to bridge the gap a loan was obtained from Remar Madrid and from a private individual.

Financial reserves policy

The Trustees are seeking to provide a capital reserve of 3 months running costs. It should be noted that Remar Association UK has in place an agreement, renewed annually, with Remar Madrid, that in the event of lack of cash flow or the inability to cover financial obligations, Remar Association (UK) will receive funds from Remar Madrid.

At 31 March 2025 the unrestricted reserves of the Charity amounted to £446,750 (2024: £552,699). The unrestricted reserves going forward should help to finance the interest on the bank loans which exists.

The amount of funds that can only be realised by disposing of tangible fixed assets amounted to £439,642 as at 31 March 2025 (2024: £454,090). After making allowance for funds that can only be realised by disposing of tangible fixed assets the free reserves of the charity are £7,108 (2024: £98,609).

Financial and risk management objectives and policies

Financial

Funds surplus to requirement to the running of the UK operation are transferred to Remar International where they are used exclusively for the social work in the developing world and in particular to assist our work with orphaned and abandoned children. Allocation of funds is made by a Committee which sits once a month.

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2025

FINANCIAL REVIEW

Financial position - continued

Restoration of Lives

Supervision of those persons undergoing rehabilitation is undertaken by monitors who live twenty-four hours a day with those in rehabilitation. Monitors are persons who are judged by the General Manager as responsible and capable of assisting others.

Risk management

The major risks to which the charity is exposed, as identified by the Trustees, have been reviewed and systems have been established to mitigate those risks.

The Trustees appointed the law firm Maurice Turnor Gardner, 15th Floor, Milton Street, London EC2Y 9BH, with the lead lawyer Jennifer Emms, specialist in UK charity law and governance. A 'root and branch' review was undertaken to ensure that Remar Association were compliant with all aspects of the Charity Commission's guidelines, with special attention given to risk management.

The Trustees further retained the services of MTG to carry out a review of operating procedures with a focus on risk management, at year end 2025.

Teaching and Training

At a national and local level, monitors are constantly being taught, evaluated and encouraged by Joaquin Munt, the General Manager, who is also a Pastor in the Body of Christ Church and has over 20 years' experience in rehabilitation of drug and alcohol addicts and is supported by Pastor Sergio Fialho and Pastor Toni Riberio. At an international level, regular courses are held in Madrid.

The Trustees have tasked the General Manager to engage with a local charity set up for the purpose of providing skills-based training. We are engaging with the Nottingham Community and Voluntary Services, NCVS charity, and managers and supervisors selected by the General Manager will attend regular training courses.

The Trustees have tasked the General Manager to keep a record of all the training courses and those individuals who attend. The Trustees are considering producing an internal certificate in conjunction with the local charity to give individuals when they have successfully completed training.

Changes in Fixed Assets

The movements in fixed assets during the year are set out in the notes to the Financial Statements.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Remar Association (UK) is a Registered Charity (number 1010448 for England and Wales and SC038887 for Scotland) and a company Limited by guarantee (number 02701445) which was set up on the 27 March 1992. Its governing instrument is the Memorandum and Articles of Association which were issued at that date.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Recruitment and appointment of new trustees

A panel comprising existing Trustees selects members to join the Trustee board. After an appropriate period of observation and enquiry to assess suitability new Trustees undergo an orientation to brief them on their legal obligations under charity and company law, content of the Memorandum and Articles of Association, the board of Trustees and decision-making processes and recent financial performance of the Charity. The Trustees retire by rotation with the longest serving director, if willing to act, offering himself for re-election at the Annual General Meeting.

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2025

FINANCIAL REVIEW

Organisational structure

Remar Association (UK) operates as an independent charity, although it is in contact with the network of charities under the Remar umbrella, an International Christian Outreach Ministry. In addition, there exists a wholly owned subsidiary company, Remar UK Limited, which has previously undertaken to make a covenanted donation within the meaning of the Corporation Tax Act 2010 Section 189.

The Trustees are responsible for the overall management and control of the Charity and receive reports from the General Manager Joaquin Munt.

Responsibility for operational activities lies in the hands of the General Manager, who is supported by other volunteers.

The Trustees have overall responsibility for ensuring that the Charity has appropriate systems of control, financial or otherwise.

Remar Association (UK)

**Report of the Trustees
for the Year Ended 31 March 2025**

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

02701445 (England and Wales)

Registered Charity number

1010448

Scottish Charity Number

SCO 38887

Registered office

845-847 High Road
Leytonstone
London E11 1HH

Trustees

J Blatch
G W Harvey
L English

Company Secretary

A Ipgrave

Auditors

Mabe Allen LLP
Chartered Accountants
Statutory Auditors
50 Osmaston Road
Derby DE1 2HU

Bankers

Lloyds TSB Bank Plc
Market Square House
Old Market Square
Nottingham NG1 6FD

Solicitors

Geldards
Number One Pride Place
Pride Park
Derby DE24 8QR

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2025

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Remar Association (UK) for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DISCLOSURE OF INFORMATION TO THE AUDITORS

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

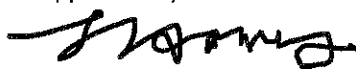
AUDITORS

The auditors, Mabe Allen LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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

31/10/2025

Approved by order of the board of trustees on and signed on its behalf by:



.....
G W Harvey - Trustee

Remar Association (UK)

Independent Auditor's Report to the Members and Trustees of Remar Association (UK)

Opinion

We have audited the financial statements of Remar Association (UK) (the 'parent charitable company') and its subsidiary (the 'group') for the year ended 31 March 2025 which comprise of the Group Consolidated Statement of Financial Activities, the Group Summary Income and Expenditure Account, the Group Consolidated and Parent Charitable Company Balance Sheet, the Group Consolidated Cash Flow Statement and notes to the financial statements 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 Financial Reporting Standard 102 *The Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charitable company's affairs as at 31 March 2025, and of the group's and parent charitable company's incoming resources and application of resources, including the group's parent charitable company's income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 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 financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the 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 qualified opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' 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 doubt on the company'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 directors with respect to going concern are described in the relevant sections of this report.

Remar Association (UK)

Independent Auditor's Report to the Members and Trustees of Remar Association (UK) - continued

Other information

The trustees are responsible for the other information. The other information comprises the information included in the report of the trustees, other than the financial statements and our auditor's report thereon.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the 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 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.

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 report of the trustees (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the report of the directors has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 require us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- the trustees were not entitled to prepare the 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.

Remar Association (UK)

Independent Auditor's Report to the Members and Trustees of Remar Association (UK) - continued

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 6 the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the 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 financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group's and parent charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts.

Our objectives are to obtain reasonable assurance about whether the 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 financial statements.

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

Extent to which the audit was considered capable of detecting fraud

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- The nature of the industry and sector, control environment and business performance including targets for income and net profit;
- Results of our enquiries of management and the trustees about their own identification and assessment of the risks of irregularities;
- Any matters we identified having obtained and reviewed the company's documentation of their policies and procedures relating to:
- Identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance, including any related to the General Data Protection Regulations or Bribery Act 2010.
- Detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
- The internal controls to mitigate risks of fraud or non-compliance with laws and regulations;
- The matters discussed among the audit engagement team include how and where fraud might occur in the financial statements and any potential indicators of fraud.

Remar Association (UK)

Independent Auditor's Report to the Members and Trustees of Remar Association (UK) - continued

As a result of these procedures, we considered the opportunities and incentives that may exist within the charity for fraud and identified the greatest potential for fraud in the ability of management to manipulate revenue recognition. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the charity operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included in Section 44(1c) of the Charities and Trustees Investment (Scotland) Act 2005 the Companies Act 2006 and the Financial Reporting Standard 102.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty. These include The General Data Protection Regulations, the Bribery Act 2010 and Health and Safety policies.

Audit Response to Risks Identified

Our procedures to respond to risks identified above include the following:

- Reviewing the financial statements disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- Enquiring of management and directors concerning actual and potential litigation and claims;
- Obtaining third party confirmation of material bank balances;
- Documenting and verifying all significant related party balances and transactions;
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- Reading minutes to meetings of those charged with governance and reviewing relevant correspondence from regulatory bodies.
- In addressing the fraud risk in revenue recognition we have tested a sample of revenue recorded in the year through agreement to the relevant documentation and bank statements. Additionally, at an analytical review level, we developed an expectation of the revenue with reference to our experience of the client and discussions on the recognition and volatility of revenue in the year; and
- In addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remain alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

Remar Association (UK)

Independent Auditor's Report to the Members and Trustees of Remar Association (UK) - continued

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of Auditors.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, 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 charitable company's members and trustees 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 charitable company, the charitable company's members as a body and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

N. Higgins

Neil Higgins FCCA (Senior Statutory Auditor)
for and on behalf of Mabe Allen LLP
Chartered Accountants
Statutory Auditors
50 Osmaston Road
Derby
DE1 2HU

Date: 31/10/25

Mabe Allen LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

Remar Association (UK)

Consolidated Statement of Financial Activities (Including Income and Expenditure Account) for the Year Ended 31 March 2025

	Notes	Unrestricted fund £	Restricted fund £	Total funds 2025 £	Total funds 2024 £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	74,523	-	74,523	66,360
Charitable activities	3	608,018	-	608,018	837,044
Investments	4	800	-	800	750
Other	5	<u>7,394</u>	<u>-</u>	<u>7,394</u>	<u>8,011</u>
Total		<u>690,735</u>	<u>-</u>	<u>690,735</u>	<u>912,165</u>
EXPENDITURE ON					
Raising funds	6	-	-	-	-
Charitable activities					
Resettlement and Care Expenditure		137,347	-	137,347	151,218
Donations to Other Organisations	7	2,908	-	2,908	57,060
Primary Purpose Trading costs		<u>656,429</u>	<u>-</u>	<u>656,429</u>	<u>734,245</u>
Total	8	<u>796,684</u>	<u>-</u>	<u>796,684</u>	<u>942,523</u>
NET (EXPENDITURE)/INCOME		(105,949)	-	(105,949)	(30,358)
RECONCILIATION OF FUNDS					
Total funds brought forward		552,699	-	552,699	583,057
TOTAL FUNDS CARRIED FORWARD		<u>446,750</u>	<u>-</u>	<u>446,750</u>	<u>552,699</u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The annexed notes form part of these financial statements

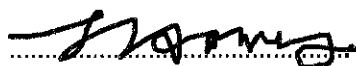
Remar Association (UK) (registered number: 02701445)

**Consolidated Balance Sheet
At 31 March 2025**

	Notes	Unrestricted fund £	Restricted fund £	Total funds 2025 £	Total funds 2024 £
FIXED ASSETS					
Tangible assets	13	<u>760,814</u>	<u>-</u>	<u>760,814</u>	<u>795,065</u>
CURRENT ASSETS					
Stocks	15	188,943	-	188,943	262,968
Debtors	16	11,101	-	11,101	23,017
Cash at bank and in hand		<u>9,252</u>	<u>-</u>	<u>9,252</u>	<u>9,495</u>
		209,296	-	209,296	295,480
CREDITORS					
Amounts falling due within one year	17	<u>220,468</u>	<u>-</u>	<u>220,468</u>	<u>211,841</u>
NET CURRENT (LIABILITIES)/ASSETS		<u>(11,172)</u>	<u>-</u>	<u>(11,172)</u>	<u>83,639</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		749,642	-	749,642	878,704
CREDITORS					
Amounts falling due after more than one year	18	<u>302,892</u>	<u>-</u>	<u>302,892</u>	<u>326,005</u>
NET ASSETS		<u>446,750</u>	<u>-</u>	<u>446,750</u>	<u>552,699</u>
FUNDS	22				
Unrestricted funds				446,750	552,699
Restricted funds				<u>-</u>	<u>-</u>
TOTAL FUNDS				<u>446,750</u>	<u>552,699</u>

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

The financial statements were approved by the Board of Trustees on 31/10/2025 and were signed on its behalf by:



G W Harvey -Trustee

The annexed notes form part of these financial statements

Remar Association (UK) (Registered number: 02701445)

**Company Balance Sheet
At 31 March 2025**

	Notes	2025	2024
		£	£
FIXED ASSETS			
Tangible assets	13	760,448	794,635
Investments	14	<u>2</u>	<u>2</u>
		760,450	794,637
CURRENT ASSETS			
Stocks	15	44,069	57,537
Debtors	16	21,221	101,036
Cash at bank and in hand		<u>5,631</u>	<u>5,934</u>
		70,921	164,507
CREDITORS			
Amounts falling due within one year	17	<u>85,355</u>	<u>84,129</u>
NET CURRENT (LIABILITIES)/ASSETS		<u>(14,434)</u>	<u>80,378</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		746,016	875,015
CREDITORS			
Amounts falling due after more than one year	18	<u>302,892</u>	<u>326,005</u>
NET ASSETS		<u>443,124</u>	<u>549,010</u>
RESERVES			
Unrestricted Funds		<u>443,124</u>	<u>549,010</u>
		<u>443,124</u>	<u>549,010</u>

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Trustees on 31/10/2025 and were signed on its behalf by:



.....
G W Harvey
Trustee

The annexed notes form part of these financial statements

Remar Association (UK)

Consolidated Cash Flow Statement for the Year Ended 31 March 2025

	Notes	2025 £	2024 £
Cash flows from operating activities:			
Cash generated from / (used in) operations	1	35,581	52,129
Loan interest paid		(33,913)	(30,603)
Interest element of hire purchase and finance lease rental payments		<u>-</u>	<u>(549)</u>
Net cash (used in)/provided by operating activities		<u>1,668</u>	<u>20,977</u>
Cash flows from investing activities:			
Purchase of tangible fixed assets		-	(21,390)
Sale of tangible fixed assets		<u>-</u>	<u>-</u>
Net cash (used in) investing activities		<u>-</u>	<u>(21,390)</u>
Cash flows from financing activities:			
Loan repayments in year		(19,804)	(14,970)
Capital repayments in year		-	(6,345)
Receipts from other grants		<u>7,000</u>	<u>11,005</u>
Net cash (used in)/provided by financing activities		<u>(12,804)</u>	<u>(10,310)</u>
Change in cash and cash equivalents in the reporting period		(11,136)	(10,723)
Cash and cash equivalents at the beginning of the reporting period	2	214	10,937
Cash and cash equivalents at the end of the reporting period	2	<u>(10,922)</u>	<u>214</u>

The annexed notes form part of these financial statements

Remar Association (UK)

Notes to the Consolidated Cash Flow Statement for the Year Ended 31 March 2025

1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2025 £	2024 £
Net (expenditure)/income for the reporting period (as per the statement of financial activities)	(105,949)	(30,358)
Adjustments for:		
Depreciation charges	34,250	47,801
Other grants	(7,000)	(11,005)
Loan interest paid	33,913	30,603
Interest element of hire purchase and finance lease rental payments	-	549
(Increase)/decrease in stocks	74,025	(62,197)
(Increase)/decrease in debtors	11,916	16,943
Increase/(decrease) in creditors	(5,574)	59,793
Net cash provided / (used) by operating activities	<u>35,581</u>	<u>52,129</u>

2. ANALYSIS OF CASH AND CASH EQUIVALENTS

The amount disclosed in the Cash Flow Statement in respect of cash and cash equivalent are in respect of these Balance Sheet amounts:

	2025 £	2024 £
Cash in hand	6,271	6,577
Notice deposits (less than 3 months)	2,981	2,917
Overdrafts included in bank loans and overdrafts falling due within one year	(20,174)	(9,280)
Total cash and cash equivalents	<u>(10,922)</u>	<u>214</u>

3. ANALYSIS OF CHANGES IN NET DEBT

	At 31.3.24 £	Cashflow £	At 31.3.25 £
Net Cash			
Cash at bank and in hand	<u>214</u>	(11,136)	(10,922)
Debt			
Creditors falling due within 1 year	(14,970)	(3,310)	(18,280)
Creditors falling due after 1 year	(326,005)	23,113	(302,892)
	<u>(340,975)</u>	19,803	(321,172)
Total	<u>(340,761)</u>	8,667	(332,094)

The annexed notes form part of these financial statements

Remar Association (UK)

Notes to the Financial Statements for the Year Ended 31 March 2025

1. ACCOUNTING POLICIES

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

Basis of preparing the financial statements

Remar Association (UK) is a public benefit entity as defined under Financial Reporting Standard 102. The financial statements have been prepared in accordance with The Companies Act 2006, the Charities Act 2022, the Charities and Trustees Investment (Scotland) Act 2005 and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and 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 2019)

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

Going Concern

The Trustees have prepared the financial statements on the going concern basis which assumes that the group and the Charitable company will continue to trade for the foreseeable future. The validity of the assumption is based on the Trustees' assessment of future cash forecasts, revenue projections and for the reasons set out below.

Cost of living crisis and economic uncertainty in the UK

As at the date of approving these financial statements, the impacts of the cost-of-living crisis on the group's trading activity is continually being assessed and subject to review. The current economic climate in the UK has placed strain on the group's cash flow and on the finances of the general public which could limit their ability to spend on home improvements. Our "base case" assumption is that all of the groups' premises will remain open into the future. In assessing the group's funding requirements, the Trustees have prepared projections which consider the impacts on revenue given the volatility and uncertainty on retail activity.

Having assessed the current trading performance and future prospects, the Trustees have concluded that both the group and the parent charitable company have sufficient resources to continue in operational existence for the foreseeable future. Furthermore, there are no material uncertainties in relation to going concern. Accordingly, they continue to adopt the going concern basis in preparing the financial statements. The financial statements therefore do not include any adjustments that would arise if the going concern basis of preparation were inappropriate.

Basis of Consolidation

Consolidated Financial Statements have been prepared in respect of the Charitable Company and its wholly owned subsidiary, Remar UK Limited in accordance with section 398 of the Companies Act 2006 and the requirements of the SORP 2019 (FRS 102). The income and expenditure of Remar UK Limited have been consolidated into the Statement of Financial Activities (SOFA) on a line by line basis.

No separate Statement of Financial Activities (SOFA) has been presented for the Parent charity alone as permitted by section 408 of the Companies Act 2006.

Company Status

The Charity is a private Company Limited by Guarantee, registered in England and Wales. The members of the Company are the Trustees named on page 6. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the Charity.

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2025

1. ACCOUNTING POLICIES - continued

Critical accounting judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgments, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates. The following judgements have had the most significant effect on amounts recognised in the financial statements:-

Valuation of stock

The trustees review management's judgements in assessing the required level of stock and provisioning and concluded that the method of estimating the carrying value of stock remains appropriate, and that the level of provisioning is appropriate.

Income

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

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure

No amount is included in the financial statements for volunteer time in line with the SORP (FRS 102). Further detail is given in the Trustees' Annual Report.

Where practicable, gifts in kind donated for distribution to the beneficiaries of the charity are included in stock and donations in the financial statements upon receipt. If it is impracticable to assess the fair value at receipt or if the costs to undertake such a valuation outweigh any benefits, then the fair value is recognised as a component of donations when it is distributed and an equivalent amount recognised as charitable expenditure.

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2025

1. ACCOUNTING POLICIES - continued

Income - continued

Gifts in kind donated for resale are included at fair value, being the expected proceeds from sale less the costs of sale. Where estimating the fair value is practicable upon receipt it is recognised in stock. Upon sale, the value of the stock is charged against 'Income from primary purpose trading' and the proceeds are recognised as 'Income from primary purpose trading'. Where it is impracticable to fair value the items due to the volume of low value items, they are not recognised in the financial statements until they are sold. This income is recognised within 'Income from primary purposes trading'.

Income from primary purpose trading includes income earned by the trading subsidiary in undertaking trading activities which assist in the reintegration into society of the charity beneficiaries and to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and meet the objectives of the charity and is recognised when entitlement has occurred.

Income from grants is recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Expenditure is categorized under the following headings:

- Costs of raising funds includes the costs of contracting with agents to raise funds on behalf of the charity;
- Expenditure on charitable activities includes costs of resettlement and care, donations to other Remar Organizations and primary purpose trading costs.

Irrecoverable VAT is charged as an expense against the activity for which the expenditure arose.

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure. The grant is only accrued when any unfulfilled conditions are outside of the control of the charity.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 2% on cost
Improvements to property	- Over period of lease
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2025

1. ACCOUNTING POLICIES - continued

Tangible fixed assets - continued

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the assets, and is credited or charged to profit and loss.

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Stocks

Stocks are stated 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 stock to its present location and condition. Cost is calculated using the first-in, first-out formula. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

Donated stocks are fair valued as described in 'Income' above.

Taxation

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

Hire purchase and leasing commitments

Assets acquired under finance leases are capitalised and depreciated over the shorter of the lease term and the expected useful life of the asset. Minimum lease payments are apportioned between the finance charge and the reduction of the outstanding lease liability using the effective interest method. The related obligations, net of future finance charges, are included in creditors.

Donated goods

Donated stocks are fair valued as described under the Income Recognition Section above. The only exception to this accounting policy is where the trustees consider it impractical to fair value the gifts in kind donated for resale because of the volume of low value items received and where there is an absence of detailed stock control systems or records.

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2025

1. ACCOUNTING POLICIES – continued

Fund accounting

General funds are unrestricted funds which can be used in accordance with the charitable objectives at the discretion of the trustees and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the Financial Statements.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. The cost of raising and administering such funds are charged against the specific fund.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Foreign currencies

Foreign currency transactions are initially recognised by applying to the foreign currency amount the spot exchange rate between the functional currency and the foreign currency at the date of the transaction.

Monetary assets and liabilities denominated in a foreign currency at the balance sheet date are translated at the closing rate.

Investment in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Fund raising costs

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities.

Debtors and creditors receivable/payable within one year

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

Loans and borrowings

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment. If an arrangement constitutes a finance transaction it is measured at present value.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts.

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in profit or loss unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

Provisions

Provisions are recognised when the charity has an obligation at the balance sheet date as a result of a past event, it is probable that an outflow of economic benefits will be required in settlement and the amount can be reliably estimated.

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2025

2. DONATIONS AND LEGACIES

	Restricted Funds	Unrestricted Funds	Total Funds 2025
	£	£	£
Donations:			
Lidl bear's toy bank	-	510	510
Donated Food for Distribution – Fareshare	-	16,127	16,127
Individuals	-	57,886	57,886
	<u>-</u>	<u>74,523</u>	<u>74,523</u>
	Restricted Funds	Unrestricted Funds	Total Funds 2024
	£	£	£
Donations:			
Lidl Hygiene poverty fund	-	250	250
Lidl bear's toy bank	-	555	555
Marsh Charitable Trust	-	500	500
The Fifty Fund	-	1,200	1,200
The Jones 1986 Charitable Trust	-	5,000	5,000
Christadelphian Samaritan fund	-	500	500
Donated Food for Distribution - Fareshare	-	35,360	35,360
Souter Charitable Trust	-	3,000	3,000
Individuals	-	19,995	19,995
	<u>-</u>	<u>66,360</u>	<u>66,360</u>

3. CHARITABLE ACTIVITIES

	2025	2024
	£	£
Primary Purpose Trading - Shop income	<u>608,018</u>	<u>837,044</u>

4. INCOME FROM INVESTMENTS

	2025	2024
	£	£
Rental Income	<u>800</u>	<u>750</u>

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2025

5. OTHER INCOME

	2025 £	2024 £
Other income	<u>7,394</u>	<u>8,011</u>
	<u>7,394</u>	<u>8,011</u>

Other income was attributable to unrestricted funds.

6. GRANTS PAYABLE

	2025 £	2024 £
Donations to organisations	<u>2,908</u>	<u>57,060</u>

The total grants paid to institutions during the year was as follows:

	2025 £	2024 £
Remar – Spain	-	54,900
Remar – India	-	1,980
Remar – Recovery Home	748	-
Gift Africa	<u>2,160</u>	<u>180</u>
	<u>2,908</u>	<u>57,060</u>

The charity has awarded grants to a number of institutions in furtherance of its charitable activities.

Contributions made to other Remar Organizations are towards the purchase and running costs of drug rehabilitation centres.

Recipients of grants to institutions:

The recipients of grants in the current year and previous year and the use to which the grants were put are as follows:

Gift Africa – assist with Rehabilitation Centre costs.

Remar Spain – For central allocation and distribution to other Remar organisations.

Remar India – Assist with expenditure on orphanage.

Remar Recovery Home – Assist with Remar Projects in Ireland.

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2025

7. TOTAL RESOURCES EXPENDED

	Basis of Allocation	Resettlement and Care Expenditure	Donations to other Remar Organisations	Primary Trading Costs	Governance Costs	2025 Total	2024 Total
		£	£	£	£	£	£
Costs directly allocated to activities							
Food	Direct	20,587	-	-	-	20,587	38,735
Purchases and Carriage	Direct	-	-	241,170	-	241,170	254,894
Commission Paid to Remar Spain	Direct	-	-	6,484	-	6,484	15,676
Grant funding of Activities							
Donations	Direct	-	2,908	-	-	2,908	57,060
Support Costs Allocated to Activities							
Rent	Direct	-	-	177,978	-	177,978	169,886
Water rates	Direct	1,952	-	5,159	-	7,111	3,780
Insurance	Direct	-	-	33,163	-	33,163	35,465
Heat and Light	Direct	12,294	-	22,391	-	34,685	43,629
Rates – Non Domestic	Direct	-	-	6,744	-	6,744	5,799
Council Tax	Direct	9,278	-	1,420	-	10,698	10,356
Telephone	Time apportionment	3,212	-	6,424	-	9,636	9,852
Publicity, Printing and Stationery	Direct	-	-	314	-	314	1,307
Insurance	Direct	-	-	276	-	276	-
Motor and Travelling Expenses	Time apportionment	23,539	-	63,675	-	87,214	88,978
Repairs and Renewals	Direct	7,826	-	19,775	-	27,601	74,842
Sundries	Direct	339	-	104	-	443	499
Audit and Accountancy	Direct	-	-	-	27,414	27,414	28,794
Commission Paid on Sales	Direct	-	-	-	-	-	15,689
Legal and Professional Fees	Direct	-	-	-	25,409	25,409	-
Bank Charges and Interest	Direct	-	-	8,685	-	8,685	8,330
Bank Loan Charges and Interest	Direct	33,913	-	-	-	33,913	30,603
Hire Purchase and Finance Charge	Direct	-	-	-	-	-	549
Depreciation							
-Land and Buildings	Direct	21,475	-	-	-	21,475	21,475
-Leasehold Improvements	Direct	663	-	1,673	-	2,336	2,336
-Fixtures and Equipment	Direct	19	-	1,099	19	1,137	1,337
-Motor Vehicles	Direct	2,250	-	7,053	-	9,303	22,652
		<u>137,347</u>	<u>2,908</u>	<u>603,587</u>	<u>52,842</u>	<u>796,684</u>	<u>942,523</u>

Remar Association (UK)**Notes to the Financial Statements - continued
for the Year Ended 31 March 2025****8. NET INCOME/(EXPENDITURE)**

Net income/(expenditure) is stated after charging/(crediting):

	2025	2024
	£	£
Auditors' remuneration	23,105	22,116
The auditing of accounts of the trading subsidiary of the charity	4,309	6,678
Depreciation - owned assets	34,250	37,553
Depreciation - assets on hire purchase contracts and finance leases	<u>-</u>	<u>10,248</u>

9. TRUSTEES' AND KEY MANAGEMENT PERSONNEL REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2025 nor for the year ended 31 March 2024.

Mr J Munt, the charity's general manager is a member of the key management personnel. Mr Munt and his family reside in a freehold property within the Remar Community with other beneficiaries of the charity.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2025 or for the year ended 31 March 2024.

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	55,355	-	55,355
Other trading activities	837,044	-	837,044
Investments	750	-	750
Other	<u>19,016</u>	<u>-</u>	<u>19,016</u>
Total	<u>912,165</u>	<u>-</u>	<u>912,165</u>
EXPENDITURE ON			
Raising Funds	-	-	-
Charitable activities			
Resettlement and Care Expenditure	151,218	-	151,218
Donations to other organisations	57,060	-	57,060
Primary Purpose Trading Costs	<u>734,245</u>	<u>-</u>	<u>734,245</u>
Total	<u>942,523</u>	<u>-</u>	<u>942,523</u>
EXPENDITURE	(30,358)	-	(30,358)
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>583,057</u>	<u>-</u>	<u>583,057</u>
TOTAL FUNDS CARRIED FORWARD	<u>552,699</u>	<u>-</u>	<u>552,699</u>

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2025

11. STAFF COSTS

There were no staff costs during the year (2024: NIL) and no employees with emoluments above £60,000. The charity depends on volunteers and rehabilitated beneficiaries to undertake the work of the charity.

12. TANGIBLE FIXED ASSETS

A) GROUP	Freehold property	Improvements to property	Fixtures and fittings	Motor vehicles	Totals
	£	£	£	£	£
COST					
At 1 April 2024	1,073,758	48,413	36,559	232,910	1,391,640
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
At 31 March 2025	1,073,758	48,413	36,559	232,910	1,391,640
DEPRECIATION					
At 1 April 2024	352,647	19,247	28,982	195,699	596,575
Charge for year	21,475	2,336	1,137	9,303	34,250
Eliminated on disposal	-	-	-	-	-
At 31 March 2025	374,122	21,583	30,119	205,002	630,826
NET BOOK VALUE					
At 31 March 2025	699,636	26,830	6,440	27,908	760,814
At 31 March 2024	721,111	29,166	7,577	37,211	795,065
B) THE CHARITY	Freehold property	Improvements to property	Fixtures and fittings	Motor vehicles	Totals
	£	£	£	£	£
COST					
At 1 April 2024	1,073,758	48,413	33,330	232,910	1,388,411
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
At 31 March 2025	1,073,758	48,413	33,330	232,910	1,388,411
DEPRECIATION					
At 1 April 2024	352,647	19,247	26,183	195,699	593,776
Charge for year	21,475	2,336	1,073	9,303	34,187
Eliminated on disposal	-	-	-	-	-
At 31 March 2025	374,122	21,583	27,256	205,002	627,963
NET BOOK VALUE					
At 31 March 2025	699,636	26,830	6,074	27,908	760,448
At 31 March 2024	721,111	29,166	7,147	37,211	794,635

Remar Association (UK)

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2025**

12. TANGIBLE FIXED ASSETS – continued

No fixed assets are held under hire purchase contracts.

13. FIXED ASSET INVESTMENTS

**Shares in group
undertakings**

MARKET VALUE

At 1 April 2024 and 31 March 2025

£

2

NET BOOK VALUE

At 31 March 2025

2

At 31 March 2024

2

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

Remar UK Limited (Registered Number 02861819)

Registered office: 845-847 High Road, Leytonstone, London E11 1HH

Nature of business: Shops trading in the sale of furniture

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2025

13. FIXED ASSET INVESTMENTS - continued

Class of share:	% holding	2025 £	2024 £
2 Ordinary shares of £1 each	100		
Aggregate capital and reserves		3,627	3,691
Profit / (loss) for the year		<u>53,943</u>	<u>37,562</u>
Relevant financial information regarding Remar UK Limited is as follows:			
		2025 £	2024 £
Turnover		413,247	445,755
Cost of Sales		<u>234,185</u>	<u>295,336</u>
Gross Profit		179,062	150,419
Store Costs		<u>125,119</u>	<u>112,857</u>
Net (Loss)/Profit Before Taxation		53,943	37,562
Corporation Tax		-	-
Net Profit After Taxation		53,943	37,562
Gift Aid distributions to Remar Association (UK)		<u>54,007</u>	<u>37,638</u>
Net Outflow from Subsidiary		<u>(64)</u>	<u>(76)</u>

14. STOCKS

	The Group		The Charity	
	2025 £	2024 £	2025 £	2024 £
Goods for Resale	<u>188,943</u>	<u>262,968</u>	<u>44,069</u>	<u>57,537</u>

All stock is held for primary purpose trading.

15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	The Group		The Charity	
	2025 £	2024 £	2025 £	2024 £
Amounts Owed by				
Group Undertakings	-	-	10,120	78,019
Other Debtors	545	11,638	545	11,638
Prepayments	10,556	11,379	10,556	11,379
Trade Debtors	-	-	-	-
	<u>11,101</u>	<u>23,017</u>	<u>21,221</u>	<u>101,036</u>

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2025

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	The Group		The Charity	
	2025	2024	2025	2024
	£	£	£	£
Bank Loans and Overdrafts	38,454	24,250	18,280	14,970
Trade Creditors	64,471	78,388	-	-
Taxation and Social Security	36,114	29,971	9,722	9,913
Other Loans	35,121	-	22,496	-
Other Creditors and Accruals	<u>46,308</u>	<u>79,232</u>	<u>34,857</u>	<u>59,246</u>
	<u>220,468</u>	<u>211,841</u>	<u>85,355</u>	<u>84,129</u>

17. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

Group and Charity	2025	2024
	£	£
Amounts falling due after one year:		
Bank loans (see note 19)	<u>302,892</u>	<u>326,005</u>

18. LOANS

Group and Charity	2025	2024
	£	£
An analysis of the maturity of loans is given below:		
Amounts falling due within one year on demand:		
Bank overdrafts	20,174	9,280
Bank loans	<u>18,280</u>	<u>14,970</u>
	<u>38,454</u>	<u>24,250</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>18,280</u>	<u>14,970</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>54,839</u>	<u>44,909</u>
Amounts falling due in more than five years:		
Repayable by Instalments:		
Bank loans due in more than 5 years by instalment	<u>229,773</u>	<u>266,126</u>

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2025

19. LEASING AGREEMENTS

Group and Charity

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2025	2024
	£	£
Within one year	71,000	49,400
Between one and five years	94,633	84,633
More than five years	-	32,400
	<u>165,633</u>	<u>166,433</u>

20. SECURED DEBTS

The following secured debts are included within creditors:

	2025	2024
	£	£
Bank overdrafts	-	-
Bank loans	<u>321,172</u>	<u>340,975</u>
	<u>321,172</u>	<u>340,975</u>

Bank loans and overdrafts are secured against the freehold property of the parent charitable company.

21. MOVEMENT IN FUNDS

	At 1.4.24	Net movement in funds	At 31.3.25
	£	£	£
Unrestricted funds			
General fund	552,699	(105,949)	446,750
	<u>552,699</u>	<u>(105,949)</u>	<u>446,750</u>
TOTAL FUNDS	<u>552,699</u>	<u>(105,949)</u>	<u>446,750</u>

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2025

21. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	690,735	796,684	(105,949)
TOTAL FUNDS	<u>690,735</u>	<u>796,684</u>	<u>(105,949)</u>

	At 1.4.23 £	Net movement in funds £	At 31.3.24 £
Unrestricted funds			
General fund	583,057	(30,358)	552,699
TOTAL FUNDS	<u>583,057</u>	<u>(30,358)</u>	<u>552,699</u>

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	912,165	942,523	(30,358)
TOTAL FUNDS	<u>912,165</u>	<u>942,523</u>	<u>(30,358)</u>

General fund represents the general funds of charity, which are not designed for particular purposes.

22. Analysis of Group Net Assets Between Funds

	General Funds £	Designated Funds £	Total £
Fund Balances at 31 March 2025 are Represented by:-			
Tangible Fixed Assets	760,814	-	760,814
Current Assets	208,771	-	208,771
Current Liabilities	(219,943)	-	(219,943)
Long Term Liabilities	<u>(302,892)</u>	<u>-</u>	<u>(302,892)</u>
	<u>446,750</u>	<u>-</u>	<u>446,750</u>

Remar Association (UK)

Notes to the Financial Statements – continued for the Year Ended 31 March 2025

23. RELATED PARTY DISCLOSURES

During the trading year the trading subsidiary paid £5,250 (2024: £21,000) for the rental of warehouse space to a company, in which one of the trustees, Mr G Harvey, is a director. The company benefited from the rental transaction, which was paid at less than the normal market rate.

The trading subsidiary paid for purchases and commission amounting to £42,902 (2024: £76,949) to another related party subject to joint control or significant influence over the company. As at 31 March 2025 there remained £57,154 (2024: £59,811) due to this other entity.

24. OTHER FINANCIAL COMMITMENTS

At the year end the company has financial commitments amounting to £nil (2024: £nil).

25. ULTIMATE CONTROLLING PARTY

The Trustees are responsible for the overall management and control of the Charity.

26. CONTINGENT ASSETS

The Charity has been the recipient of a legacy on the settlement of an estate. The estate has an estimated value to the Charity of £125,000 following the settlement of any liabilities. There is a degree of uncertainty whether the settlement of the estate will be subject to challenge which may impact on the expected receipt and valuation of the legacy for the charity. Due to this uncertainty, no provisions for the asset has been made within the financial statements.

Remar Association (UK)**Detailed Statement of Financial Activities
for the Year Ended 31 March 2025**

	2025	2024
	£	£
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	67,013	55,355
Government grants	-	-
Other grants	7,510	11,005
Other trading activities		
Shop income	608,018	837,044
Investments		
Rent received	800	750
Other income		
Insurance claim	<u>7,394</u>	<u>8,011</u>
Total incoming resources	<u>690,735</u>	<u>912,165</u>
EXPENDITURE		
Raising Funds		
Fundraising Costs	<u>-</u>	<u>-</u>
Charitable activities		
Food	20,587	38,735
Grants to institutions	2,908	57,060
	<u>23,495</u>	<u>95,795</u>
Support costs		
Management		
Rates and water	24,554	19,935
Insurance	33,163	35,465
Light and heat	34,685	43,629
Telephone	9,636	9,852
Postage and stationery	314	1,307
Insurance	276	-
Sundries	443	499
Repairs and renewals	27,601	74,842
Rent	177,978	169,886
Purchases and carriage	241,170	254,894
Commission paid to Remar Spain	6,484	15,676
Commission paid on sales	-	15,689
Motor and travelling	87,214	88,978
Legal fees	25,409	-
Depreciation - Freehold property	21,475	21,475
- Improvements to property	2,336	2,336
- Fixtures and fittings	1,136	1,337
- Motor vehicles	<u>9,303</u>	<u>22,652</u>
Carried forward	<u>703,177</u>	<u>778,452</u>

Remar Association (UK)**Detailed Statement of Financial Activities
for the Year Ended 31 March 2025**

	2025	2024
	£	£
Management		
Brought forward	703,177	778,452
Bank interest and charges	8,685	8,330
Bank loan interest	33,913	30,603
Hire purchase	<u>-</u>	<u>549</u>
	<u>745,775</u>	<u>817,934</u>
Governance costs		
Auditors' remuneration	<u>27,414</u>	<u>28,794</u>
	<u>27,414</u>	<u>28,794</u>
Total resources expended	796,684	942,523
	<u> </u>	<u> </u>
Net (expenditure)/income	<u>(105,949)</u>	<u>(30,358)</u>

REMAR ASSOCIATION (UK)

England & Wales - Charity number 1010448

Accounts

REGISTERED COMPANY NUMBER: 02701445 (England and Wales)
REGISTERED CHARITY NUMBER: 1010448
SCOTTISH CHARITY NUMBER: SC038887

**Report of the Trustees and
Financial Statements for the Year Ended**

**31 March 2024
for
Remar Association (UK)**

Mabe Allen LLP
Chartered Accountants
Statutory Auditors
50 Osmaston Road
Derby
DE1 2HU

Remar Association (UK)

**Contents of the Financial Statements
for the Year Ended 31 March 2024**

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Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2024

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2024. The trustees have adopted the provisions of 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).

Basis and Values

Remar Association (UK) is a charity whose inspiration and values derive from the Christian faith. These values, enriched and shared by many people of other faiths and philosophies, provide the basis of the work with persons affected by drug addiction and alcoholism, and with their families and dependents.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of Remar Association (UK) as amended by a Special Resolution dated 17 July 2003 and as defined by the Memorandum of Association are:-

- i) to relieve in any part of the World suffering from poverty and/or sickness particularly among persons affected by solvent abuse, drug addiction and/or alcoholism and to restore and rehabilitate such persons and to relieve the suffering of parents, spouses, partners, children (including orphaned and abandoned) of such affected persons; to educate the public and persons affected by solvent abuse, drug addiction and alcoholism and in danger of solvent, drugs and alcohol addiction in such manner as the directors think fit.
- ii) to relieve in any part of the World poverty, deprivation and distress among persons of any age or race including without limit assistance directly or indirectly for places of education and care of the sick.
- iii) the care, re-settlement and rehabilitation of offenders and their families and dependants in any part of the World.
- iv) the advancement of the Christian faith.

Significant activities

The current focus of Remar Association (UK)'s work is based upon four main pillars:-

- i) To raise awareness of the Christian faith through evangelism.
- ii) To instil discipleship in the Christian faith.
- iii) To undertake Christian social work, the practical expression of which is in assistance to persons affected by solvent abuse, drug addiction and/or alcoholism, ex-offenders, the relatives of such affected persons and also in financial and material support for the Christian social work of Remar in other parts of the world, including help to orphaned and abandoned children.
- iv) To raise funds, particularly through its own Christian business enterprises, to support its activities.

The following are some of the main activities and developments in the different areas over the past year: -

Evangelism

We have been doing evangelistic work on the streets of central London and people have come to our centres directly as a result of this activity, also evangelising once a week in Glasgow (Scotland).

Discipleship

The general work of discipleship continues amongst those beneficiaries who, once their lives have been fully restored, decide to stay on as volunteer Christian workers. This is mainly practical training, carried on in the day-to-day routine of each house.

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2024

OBJECTIVES AND ACTIVITIES

Significant activities - continued

Social Work

We wish to continue to refer people from the United Kingdom with problems of drug and alcohol addiction to the Spanish Remar centres. Others contact Remar Spain directly for help with their problems.

We have also been able to continue with our financial programme of gifts and donations to Remar centres in other parts of the world, as shown in the financial report.

Social work amongst the poor and marginalised has continued during the year. In Nottingham and London, a programme "Angels in the night" continues bringing to the homeless and street people weekly a programme of hot food, sandwiches, and refreshments.

A programme of distributing food parcels weekly has continued for those in need of basic food.

Christian Business Enterprises

We continue to generate the majority of our funds from the profits made by our Charity Shops and online sales which sell new and second-hand donated furniture, clothing & bric-a-brac, and with a percentage of activity undertaken by our subsidiary trading company, Remar UK Limited. These shops are functioning in four different towns or cities (2023: four) at present and continue to be a financial success.

Public benefit

Under the Charities Act 2011, charities are required to demonstrate that their aims are for the public benefit. The two key principles which must be met in this context are, first, that there must be an identifiable benefit or benefits; and, secondly, that the benefit must be to the public, or a section of the public. Charity Trustees must ensure that they carry out their charity's aims for the public benefit, must have regard to the Charity Commission's and the Office of the Scottish Charity Regulator's guidance, and must report on public benefit in their Annual Report.

Remar Association (UK)'s Board of Trustees regularly monitors and reviews the success of the organization in meeting its key objectives of helping people suffering from poverty, sickness and affected by drug addiction and alcoholism. The Trustees confirm, in the light of the guidance, that these aims fully meet the public benefit test and that all the activities of the Charity, described in this report under its current focus, are undertaken in pursuit of its aims.

Grant Making

Decisions on making grants are taken by the Trustees and are normally made to Remar Spain for distribution to other Remar organisations around the world (see Note 7) based on where the need is greatest.

Volunteers

The voluntary workers include drug-addicts and alcoholics in rehabilitation, addicts already rehabilitated and individuals dedicating themselves full time to the work of the Charity. These individuals live in the various properties rented by or belonging to the Charity and have their needs provided by the Charity. The Trustees consider it very important that those who no longer have problems of addiction live alongside those who arrive as drug addicts and alcoholics, so that they can care for them twenty-four hours a day.

The Trustees wish to thank those many volunteers who give their time to the various projects. In total this represents hours of work which cannot possibly be valued, but without which Remar Association (UK) would not exist.

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2024

FINANCIAL REVIEW

Financial position

The last financial year has seen the Charity develop and consolidate its services.

The Consolidated Balance Sheet indicates that at 31 March 2024 the total funds of the group were £552,699 (2023: £583,057). This was represented by tangible fixed assets of £795,065 (2023: £821,475) and net current assets of £83,639 (2023: £98,780), with a further £326,005 (2023: £337,198) liabilities due after more than one year. The liabilities include the outstanding balance of £340,975 (2023: £355,944) due on bank loans. Unrestricted funds of £552,699 (2023: £583,057) represents the reserves available to the group to fulfil the Charity's existing commitments over the long term and also to finance the expected growth in activity.

The Consolidated Statement of Financial Activities indicates that total resources expended for the year ended 31 March 2024 was £942,523 (2023: £1,004,610) with total income generated of £912,165 (2023: £926,266). The existence and operation of charity shops by the Charity provides a substantial base for the future with five shops (2023: five) in operation at the year end.

Resettlement and care expenditure at a cost of £151,218 (2023: £203,059) continued to be a significant part of the Charity's activities. During the year Fareshare provided the charity food with a fair value of £35,360 (2023: £53,163) for distribution to the beneficiaries of the charity.

The Trustees will progress the strategy to develop and grow the Charity. The Trustees are confident that they are well placed to fulfil the objectives of the Charity into the future.

Trading Activities

The results of Remar UK Limited, the wholly owned subsidiary company of the charity are summarised in Note 14 of the Financial Statements.

During the year, the trading subsidiary has made donations of £37,638 (2023: £41,573) transferring profits to the parent charity. The directors of the subsidiary who are also Trustees of the charity are: G W Harvey and J Blatch.

Financial reserves policy

The Trustees are seeking to provide a capital reserve of 3 months running costs. It should be noted that Remar Association UK has in place an agreement, renewed annually, with Remar Madrid, that in the event of lack of cash flow or the inability to cover financial obligations, Remar Association (UK) will receive funds from Remar Madrid.

At 31 March 2024 the unrestricted reserves of the Charity amounted to £552,699 (2023: £583,057).

The unrestricted reserves going forward should help to finance the interest on the bank loans which exists.

The amount of funds that can only be realised by disposing of tangible fixed assets amounted to £454,090 as at 31 March 2024 (2023: £460,037). After making allowance for funds that can only be realised by disposing of tangible fixed assets the free reserves of the charity are £98,609 (2023: £119,255).

Financial and risk management objectives and policies

Financial

Funds surplus to requirement to the running of the UK operation are transferred to Remar International where they are used exclusively for the social work in the developing world and in particular to assist our work with orphaned and abandoned children. Allocation of funds is made by a Committee which sits once a month.

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2024

FINANCIAL REVIEW

Financial position - continued

Restoration of Lives

Supervision of those persons undergoing rehabilitation is undertaken by monitors who live twenty-four hours a day with those in rehabilitation. Monitors are persons who are judged by the General Manager as responsible and capable of assisting others.

Risk management

The major risks to which the charity is exposed, as identified by the Trustees, have been reviewed and systems have been established to mitigate those risks.

The Trustees appointed the law firm Maurice Turnor Gardner, 15th Floor, Milton Street, London EC2Y 9BH, with the lead lawyer Jennifer Emms, specialist in UK charity law and governance. A 'root and branch' review was undertaken to ensure that Remar Association were compliant with all aspects of the Charity Commission's guidelines, with special attention given to risk management.

The Trustees further retained the services of MTG to carry out a review of operating procedures with a focus on risk management, at year end 2024.

Teaching and Training

At a national and local level, monitors are constantly being taught, evaluated and encouraged by Joaquin Munt, the General Manager, who is also a Pastor in the Body of Christ Church and has over 20 years' experience in rehabilitation of drug and alcohol addicts and is supported by Pastor Sergio Fialho and Pastor Toni Riberio. At an international level, regular courses are held in Madrid.

The Trustees have tasked the General Manager to engage with a local charity set up for the purpose of providing skills-based training. We are engaging with the Nottingham Community and Voluntary Services, NCVS charity, and managers and supervisors selected by the General Manager will attend regular training courses.

The Trustees have tasked the General Manager to keep a record of all the training courses and those individuals who attend. The Trustees are considering producing an internal certificate in conjunction with the local charity to give individuals when they have successfully completed training.

Changes in Fixed Assets

The movements in fixed assets during the year are set out in the notes to the Financial Statements.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Remar Association (UK) is a Registered Charity (number 1010448 for England and Wales and SCO38887 for Scotland) and a company Limited by guarantee (number 02701445) which was set up on the 27 March 1992. Its governing instrument is the Memorandum and Articles of Association which were issued at that date.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Recruitment and appointment of new trustees

A panel comprising existing Trustees selects members to join the Trustee board. After an appropriate period of observation and enquiry to assess suitability new Trustees undergo an orientation to brief them on their legal obligations under charity and company law, content of the Memorandum and Articles of Association, the board of Trustees and decision-making processes and recent financial performance of the Charity. The Trustees retire by rotation with the longest serving director, if willing to act, offering himself for re-election at the Annual General Meeting.

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2024

FINANCIAL REVIEW

Organisational structure

Remar Association (UK) operates as an independent charity, although it is in contact with the network of charities under the Remar umbrella, an International Christian Outreach Ministry. In addition, there exists a wholly owned subsidiary company, Remar UK Limited, which has previously undertaken to make a covenanted donation within the meaning of the Corporation Tax Act 2010 Section 189.

The Trustees are responsible for the overall management and control of the Charity and receive reports from the General Manager Joaquin Munt.

Responsibility for operational activities lies in the hands of the General Manager, who is supported by other volunteers.

The Trustees have overall responsibility for ensuring that the Charity has appropriate systems of control, financial or otherwise.

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2024

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

02701445 (England and Wales)

Registered Charity number

1010448

Scottish Charity Number

SCO 38887

Registered office

845-847 High Road
Leytonstone
London E11 1HH

Trustees

J Blatch
G W Harvey
L English

Company Secretary

A Ipgrave

Auditors

Mabe Allen LLP
Chartered Accountants
Statutory Auditors
50 Osmaston Road
Derby DE1 2HU

Bankers

Lloyds TSB Bank Plc
Market Square House
Old Market Square
Nottingham NG1 6FD

Solicitors

Geldards
Number One Pride Place
Pride Park
Derby DE24 8QR

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2024

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Remar Association (UK) for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to _____

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DISCLOSURE OF INFORMATION TO THE AUDITORS

In so far as the trustees are aware:

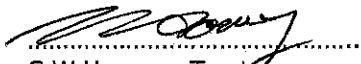
- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Mabe Allen LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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

Approved by order of the board of trustees on 19/12/2024..... and signed on its behalf by:


.....
G W Harvey - Trustee

Remar Association (UK)

Independent Auditor's Report to the Members and Trustees of Remar Association (UK)

Unmodified Opinion

We have audited the financial statements of Remar Association (UK) (the 'parent charitable company') and its subsidiary (the 'group') for the year ended 31 March 2024 which comprise of the Group Consolidated Statement of Financial Activities, the Group Summary Income and Expenditure Account, the Group Consolidated and Parent Charitable Company Balance Sheet, the Group Consolidated Cash Flow Statement and notes to the financial statements 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 Financial Reporting Standard 102 *The Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, except for the possible effects of the matter described in the basis for qualified opinion section of our report, the financial statements:

- give a true and fair view of the state of the group's and parent charitable company's affairs as at 31 March 2024, and of the group's and parent charitable company's incoming resources and application of resources, including the group's parent charitable company's income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006.

Basis for unmodified 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 financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the 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 qualified opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' 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 doubt on the company'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 directors with respect to going concern are described in the relevant sections of this report.

Our opinion is not modified in respect of this matter.

Remar Association (UK)

Independent Auditor's Report to the Members and Trustees of Remar Association (UK) - continued

Other information

The trustees are responsible for the other information. The other information comprises the information included in the report of the trustees, other than the financial statements and our auditor's report thereon.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the 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 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.

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 report of the trustees (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the report of the directors has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 require us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- the trustees were not entitled to prepare the 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.

Remar Association (UK)

Independent Auditor's Report to the Members and Trustees of Remar Association (UK) - continued

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 6 the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the 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 financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group's and parent charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts.

Our objectives are to obtain reasonable assurance about whether the 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 financial statements.

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

Extent to which the audit was considered capable of detecting fraud

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- The nature of the industry and sector, control environment and business performance including targets for income and net profit;
- Results of our enquiries of management and the trustees about their own identification and assessment of the risks of irregularities;
- Any matters we identified having obtained and reviewed the company's documentation of their policies and procedures relating to:
- Identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance, including any related to the General Data Protection Regulations or Bribery Act 2010.
- Detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
- The internal controls to mitigate risks of fraud or non-compliance with laws and regulations;
- The matters discussed among the audit engagement team include how and where fraud might occur in the financial statements and any potential indicators of fraud.

Remar Association (UK)

Independent Auditor's Report to the Members and Trustees of Remar Association (UK) - continued

As a result of these procedures, we considered the opportunities and incentives that may exist within the charity for fraud and identified the greatest potential for fraud in the ability of management to manipulate revenue recognition. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the charity operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included in Section 44(1c) of the Charities and Trustees Investment (Scotland) Act 2005 the Companies Act 2006 and the Financial Reporting Standard 102.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty. These include The General Data Protection Regulations, the Bribery Act 2010 and Health and Safety policies.

Audit Response to Risks Identified

Our procedures to respond to risks identified above include the following:

- Reviewing the financial statements disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- Enquiring of management and directors concerning actual and potential litigation and claims;
- Obtaining third party confirmation of material bank balances;
- Documenting and verifying all significant related party balances and transactions;
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- Reading minutes to meetings of those charged with governance and reviewing relevant correspondence from regulatory bodies.
- In addressing the fraud risk in revenue recognition we have tested a sample of revenue recorded in the year through agreement to the relevant documentation and bank statements. Additionally, at an analytical review level, we developed an expectation of the revenue with reference to our experience of the client and discussions on the recognition and volatility of revenue in the year; and
- In addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remain alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

Remar Association (UK)

Independent Auditor's Report to the Members and Trustees of Remar Association (UK) - continued

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of Auditors.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, 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 charitable company's members and trustees 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 charitable company, the charitable company's members as a body and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

N. Higgins

Neil Higgins FCCA (Senior Statutory Auditor)
for and on behalf of Mabe Allen LLP
Chartered Accountants
Statutory Auditors
50 Osmaston Road
Derby
DE1 2HU

Date: *19/12/24*

Mabe Allen LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

Remar Association (UK)

Consolidated Statement of Financial Activities (Including Income and Expenditure Account) for the Year Ended 31 March 2024

	Notes	Unrestricted fund £	Restricted fund £	Total funds 2024 £	Total funds 2023 £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	74,371	-	74,371	88,676
Charitable activities	3	837,044	-	837,044	836,840
Investments	4	750	-	750	750
Other	5	-	-	-	-
Total		<u>912,165</u>	<u>-</u>	<u>912,165</u>	<u>926,266</u>
EXPENDITURE ON					
Raising funds	6	-	-	-	-
Charitable activities					
Resettlement and Care Expenditure		151,218	-	151,218	203,059
Donations to Other Organisations	7	57,060	-	57,060	91,770
Primary Purpose Trading costs		<u>734,245</u>	<u>-</u>	<u>734,245</u>	<u>709,781</u>
Total	8	<u>942,523</u>	<u>-</u>	<u>942,523</u>	<u>1,004,610</u>
NET (EXPENDITURE)/INCOME		(30,358)	-	(30,358)	(78,344)
RECONCILIATION OF FUNDS					
Total funds brought forward		583,057	-	583,057	661,401
TOTAL FUNDS CARRIED FORWARD		<u>552,699</u>	<u>-</u>	<u>552,699</u>	<u>583,057</u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The annexed notes form part of these financial statements

Remar Association (UK) (registered number: 02701445)

**Consolidated Balance Sheet
At 31 March 2024**

	Notes	Unrestricted fund £	Restricted fund £	Total funds 2024 £	Total funds 2023 £
FIXED ASSETS					
Tangible assets	13	<u>795,065</u>	<u>-</u>	<u>795,065</u>	<u>821,475</u>
CURRENT ASSETS					
Stocks	15	262,968	-	262,968	200,771
Debtors	16	23,017	-	23,017	39,960
Cash at bank and in hand		<u>9,495</u>	<u>-</u>	<u>9,495</u>	<u>14,091</u>
		295,480	-	295,480	254,822
CREDITORS					
Amounts falling due within one year	17	<u>211,841</u>	<u>-</u>	<u>211,841</u>	<u>156,042</u>
NET CURRENT ASSETS		<u>83,639</u>	<u>-</u>	<u>83,639</u>	<u>98,780</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		878,704	-	878,704	920,255
CREDITORS					
Amounts falling due after more than one year	18	<u>326,005</u>	<u>-</u>	<u>326,005</u>	<u>337,198</u>
NET ASSETS		<u>552,699</u>	<u>-</u>	<u>552,699</u>	<u>583,057</u>
FUNDS	22				
Unrestricted funds				552,699	583,057
Restricted funds				<u>-</u>	<u>-</u>
TOTAL FUNDS				<u>552,699</u>	<u>583,057</u>

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

The financial statements were approved by the Board of Trustees on 19/12/2024 and were signed on its behalf by:


G W Harvey -Trustee

The annexed notes form part of these financial statements

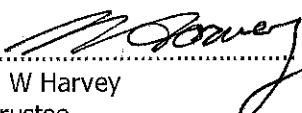
Remar Association (UK) (Registered number: 02701445)

**Company Balance Sheet
At 31 March 2024**

		2024	2023
	Notes	£	£
FIXED ASSETS			
Tangible assets	13	794,635	820,969
Investments	14	<u>2</u>	<u>2</u>
		794,637	820,971
CURRENT ASSETS			
Stocks	15	57,537	48,460
Debtors	16	101,036	96,118
Cash at bank and in hand		<u>5,934</u>	<u>10,828</u>
		164,507	155,406
CREDITORS			
Amounts falling due within one year	17	<u>84,129</u>	<u>59,887</u>
NET CURRENT ASSETS		<u>80,378</u>	<u>95,519</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		875,015	916,490
CREDITORS			
Amounts falling due after more than one year	18	<u>326,005</u>	<u>337,198</u>
NET ASSETS		<u>549,010</u>	<u>579,292</u>
RESERVES			
Unrestricted Funds		<u>549,010</u>	<u>579,292</u>
		<u>549,010</u>	<u>579,292</u>

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Trustees on 19/12/2024 and were signed on its behalf by:


G W Harvey
Trustee

The annexed notes form part of these financial statements

Remar Association (UK)

Consolidated Cash Flow Statement for the Year Ended 31 March 2024

	Notes	2024 £	2023 £
Cash flows from operating activities:			
Cash generated from / (used in) operations	1	52,129	16,582
Loan interest paid		(30,603)	(24,731)
Interest element of hire purchase and finance lease rental payments		<u>(549)</u>	<u>(2,855)</u>
Net cash (used in)/provided by operating activities		<u>20,977</u>	<u>(11,004)</u>
Cash flows from investing activities:			
Purchase of tangible fixed assets		(21,390)	-
Sale of tangible fixed assets		<u>-</u>	<u>-</u>
Net cash (used in) investing activities		<u>(21,390)</u>	<u>-</u>
Cash flows from financing activities:			
Loan repayments in year		(14,970)	(18,745)
Capital repayments in year		(6,345)	(20,626)
Receipts from government grants		-	-
Receipts from other grants		<u>11,005</u>	<u>15,500</u>
Net cash (used in)/provided by financing activities		<u>(10,310)</u>	<u>(23,871)</u>
Change in cash and cash equivalents in the reporting period		<u>(10,723)</u>	<u>(34,875)</u>
Cash and cash equivalents at the beginning of the reporting period	2	10,937	45,812
Cash and cash equivalents at the end of the reporting period	2	<u>214</u>	<u>10,937</u>

The annexed notes form part of these financial statements

Remar Association (UK)

Notes to the Consolidated Cash Flow Statement for the Year Ended 31 March 2024

1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2024 £	2023 £
Net (expenditure)/income for the reporting period (as per the statement of financial activities)	(30,358)	(78,344)
Adjustments for:		
Depreciation charges	47,801	54,939
(Profit) on disposal of fixed assets	-	-
Government grants	-	-
Other grants	(11,005)	(15,500)
Loan interest paid	30,603	24,731
Interest element of hire purchase and finance lease rental payments	549	2,855
(Increase)/decrease in stocks	(62,197)	(10,040)
(Increase)/decrease in debtors	16,943	(8,654)
Increase in creditors	59,793	46,595
Net cash provided / (used) by operating activities	<u>52,129</u>	<u>16,582</u>

2. ANALYSIS OF CASH AND CASH EQUIVALENTS

The amount disclosed in the Cash Flow Statement in respect of cash and cash equivalent are in respect of these Balance Sheet amounts:

	2024 £	2023 £
Cash in hand	6,577	5,553
Notice deposits (less than 3 months)	2,917	8,538
Overdrafts included in bank loans and overdrafts falling due within one year	(9,280)	(3,154)
Total cash and cash equivalents	<u>214</u>	<u>10,937</u>

3. ANALYSIS OF CHANGES IN NET DEBT

	At 31.3.23 £	Cashflow £	At 31.3.24 £
Net Cash			
Cash at bank and in hand	<u>10,937</u>	<u>(10,723)</u>	<u>214</u>
Debt			
Finance leases	(5,496)	5,496	-
Debtors falling due within 1 year	(18,746)	3,776	(14,970)
Debtors falling due after 1 year	<u>(337,198)</u>	<u>11,193</u>	<u>(326,005)</u>
	<u>(361,440)</u>	<u>20,465</u>	<u>(340,975)</u>
Total	<u>(350,503)</u>	<u>9,742</u>	<u>(340,761)</u>

The annexed notes form part of these financial statements

Remar Association (UK)

Notes to the Financial Statements for the Year Ended 31 March 2024

1. ACCOUNTING POLICIES

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

Basis of preparing the financial statements

Remar Association (UK) is a public benefit entity as defined under Financial Reporting Standard 102. The financial statements have been prepared in accordance with The Companies Act 2006, the Charities Act 2022, the Charities and Trustees Investment (Scotland) Act 2005 and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and 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 2019)

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

Going Concern

The Trustees have prepared the financial statements on the going concern basis which assumes that the group and the Charitable company will continue to trade for the foreseeable future. The validity of the assumption is based on the Trustees' assessment of future cash forecasts, revenue projections and for the reasons set out below.

Cost of living crisis and economic uncertainty in the UK

As at the date of approving these financial statements, the impacts of the cost-of-living crisis on the group's trading activity is continually being assessed and subject to review. The current economic climate in the UK has placed strain on the group's cash flow and on the finances of the general public which could limit their ability to spend on home improvements. Our "base case" assumption is that all of the groups' premises will remain open into the future. In assessing the group's funding requirements, the Trustees have prepared projections which consider the impacts on revenue given the volatility and uncertainty on retail activity.

Having assessed the current trading performance and future prospects, the Trustees have concluded that both the group and the parent charitable company have sufficient resources to continue in operational existence for the foreseeable future. Furthermore, there are no material uncertainties in relation to going concern. Accordingly, they continue to adopt the going concern basis in preparing the financial statements. The financial statements therefore do not include any adjustments that would arise if the going concern basis of preparation were inappropriate.

Basis of Consolidation

Consolidated Financial Statements have been prepared in respect of the Charitable Company and its wholly owned subsidiary, Remar UK Limited in accordance with section 398 of the Companies Act 2006 and the requirements of the SORP 2019 (FRS 102). The income and expenditure of Remar UK Limited have been consolidated into the Statement of Financial Activities (SOFA) on a line by line basis.

No separate Statement of Financial Activities (SOFA) has been presented for the Parent charity alone as permitted by section 408 of the Companies Act 2006.

Company Status

The Charity is a private Company Limited by Guarantee, registered in England and Wales. The members of the Company are the Trustees named on page 5. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the Charity.

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2024**

1. ACCOUNTING POLICIES - continued

Critical accounting judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgments, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates. The following judgements have had the most significant effect on amounts recognised in the financial statements:-

Valuation of stock

The trustees review management's judgements in assessing the required level of stock and provisioning and concluded that the method of estimating the carrying value of stock remains appropriate, and that the level of provisioning is appropriate.

Income

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

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure

No amount is included in the financial statements for volunteer time in line with the SORP (FRS 102). Further detail is given in the Trustees' Annual Report.

Where practicable, gifts in kind donated for distribution to the beneficiaries of the charity are included in stock and donations in the financial statements upon receipt. If it is impracticable to assess the fair value at receipt or if the costs to undertake such a valuation outweigh any benefits, then the fair value is recognised as a component of donations when it is distributed and an equivalent amount recognised as charitable expenditure.

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2024

1. ACCOUNTING POLICIES - continued

Income - continued

Gifts in kind donated for resale are included at fair value, being the expected proceeds from sale less the costs of sale. Where estimating the fair value is practicable upon receipt it is recognised in stock. Upon sale, the value of the stock is charged against 'Income from primary purpose trading' and the proceeds are recognised as 'Income from primary purpose trading'. Where it is impracticable to fair value the items due to the volume of low value items, they are not recognised in the financial statements until they are sold. This income is recognised within 'Income from primary purposes trading'.

Income from primary purpose trading includes income earned by the trading subsidiary in undertaking trading activities which assist in the reintegration into society of the charity beneficiaries and to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and meet the objectives of the charity and is recognised when entitlement has occurred.

Income from grants is recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Expenditure is categorized under the following headings:

- Costs of raising funds includes the costs of contracting with agents to raise funds on behalf of the charity;
- Expenditure on charitable activities includes costs of resettlement and care, donations to other Remar Organizations and primary purpose trading costs.

Irrecoverable VAT is charged as an expense against the activity for which the expenditure arose.

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure. The grant is only accrued when any unfulfilled conditions are outside of the control of the charity.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 2% on cost
Improvements to property	- Over period of lease
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2024

1. ACCOUNTING POLICIES - continued

Tangible fixed assets - continued

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the assets, and is credited or charged to profit and loss.

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Stocks

Stocks are stated 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 stock to its present location and condition. Cost is calculated using the first-in, first-out formula. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

Donated stocks are fair valued as described in 'Income' above.

Taxation

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

Hire purchase and leasing commitments

Assets acquired under finance leases are capitalised and depreciated over the shorter of the lease term and the expected useful life of the asset. Minimum lease payments are apportioned between the finance charge and the reduction of the outstanding lease liability using the effective interest method. The related obligations, net of future finance charges, are included in creditors.

Donated goods

Donated stocks are fair valued as described under the Income Recognition Section above. The only exception to this accounting policy is where the trustees consider it impractical to fair value the gifts in kind donated for resale because of the volume of low value items received and where there is an absence of detailed stock control systems or records.

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2024

1. ACCOUNTING POLICIES – continued

Fund accounting

General funds are unrestricted funds which can be used in accordance with the charitable objectives at the discretion of the trustees and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the Financial Statements.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. The cost of raising and administering such funds are charged against the specific fund.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Foreign currencies

Foreign currency transactions are initially recognised by applying to the foreign currency amount the spot exchange rate between the functional currency and the foreign currency at the date of the transaction.

Monetary assets and liabilities denominated in a foreign currency at the balance sheet date are translated at the closing rate.

Investment in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Fund raising costs

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities.

Debtors and creditors receivable/payable within one year

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

Loans and borrowings

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment. If an arrangement constitutes a finance transaction it is measured at present value.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts.

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in profit or loss unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

Provisions

Provisions are recognised when the charity has an obligation at the balance sheet date as a result of a past event, it is probable that an outflow of economic benefits will be required in settlement and the amount can be reliably estimated.

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2024

2. DONATIONS AND LEGACIES

	Restricted Funds	Unrestricted Funds	Total Funds 2024
	£	£	£
Donations:			
Lidl Hygiene poverty fund	-	250	250
Lidl bear's toy bank	-	555	555
Marsh Charitable Trust	-	500	500
The Fifty Fund	-	1,200	1,200
The Jones 1986 Charitable Trust	-	5,000	5,000
Christadelphian Samaritan fund	-	500	500
Donated Food for Distribution – Fareshare	-	35,360	35,360
Souter Charitable Trust	-	3,000	3,000
Individuals	-	19,995	19,995
	<u>-</u>	<u>66,360</u>	<u>66,360</u>
	Restricted Funds	Unrestricted Funds	Total Funds 2023
	£	£	£
Donations:			
The DCI Trust	-	1,000	1,000
LIDL Community Kitchen Fund	5,500	-	5,500
B & Q Property Improvement Fund	10,000	-	10,000
The Jones 1986 Charitable Trust	-	3,000	3,000
Donated Food for Distribution - Fareshare	-	53,163	53,163
Individuals	-	16,013	16,013
	<u>15,500</u>	<u>73,176</u>	<u>88,676</u>

Donations and legacies in 2023 were attributable to both restricted and unrestricted funds.

3. CHARITABLE ACTIVITIES

	2024	2023
	£	£
Primary Purpose Trading - Shop income	<u>837,044</u>	<u>836,840</u>

4. INCOME FROM INVESTMENTS

	2024	2023
	£	£
Rental Income	<u>750</u>	<u>750</u>

Income from investments was attributable to unrestricted funds.

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2024

5. OTHER INCOME

	2024 £	2023 £
Insurance Claim	<u>8,011</u>	<u>-</u>
	<u>8,011</u>	<u>-</u>

Other income was attributable to unrestricted funds.

6. RAISING FUNDS

Raising donations and legacies

	2024 £	2023 £
Support costs	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>

Costs of raising funds includes consultancy fees to raise funds on behalf of the charity.

7. GRANTS PAYABLE

	2024 £	2023 £
Donations to organisations	<u>57,060</u>	<u>91,770</u>

The total grants paid to institutions during the year was as follows:

	2023 £	2022 £
Remar – Spain	54,900	87,400
Remar – India	1,980	1,210
Remar – Germany	-	1,000
Gift Africa	<u>180</u>	<u>2,160</u>
	<u>57,060</u>	<u>131,350</u>

The charity has awarded grants to a number of institutions in furtherance of its charitable activities.

Contributions made to other Remar Organizations are towards the purchase and running costs of both first phase and second phase drug rehabilitation centres (see Trustees' Report).

Recipients of grants to institutions:

The recipients of grants in the current year and previous year and the use to which the grants were put are as follows:

Gift Africa – assist with Rehabilitation Centre costs (2022: Assist with Rehabilitation Centre).

Remar Spain – For central allocation and distribution to other Remar organisations.

Remar India – Assist with expenditure on orphanage.

Remar Germany – Assist with Remar SOS Projects in Turkey.

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2024

8. TOTAL RESOURCES EXPENDED

	Basis of Allocation	Resettlement and Care Expenditure	Donations to other Remar Organisations	Primary Trading Costs	Governance Costs	2024 Total	2023 Total
		£	£	£	£	£	£
Costs directly allocated to activities							
Food	Direct	38,735	-	-	-	38,735	59,976
Purchases and Carriage	Direct	-	-	254,894	-	254,894	317,679
Commission Paid to Remar Spain	Direct	-	-	15,676	-	15,676	12,690
Grant funding of Activities							
Donations	Direct	-	57,060	-	-	57,060	91,770
Support Costs Allocated to Activities							
Rent	Direct	-	-	169,886	-	169,886	150,455
Water rates	Direct	625	-	3,155	-	3,780	8,418
Insurance	Direct	-	-	35,465	-	35,465	31,034
Heat and Light	Direct	11,386	-	32,243	-	43,629	32,613
Rates - Non Domestic	Direct	-	-	5,799	-	5,799	9,794
Council Tax	Direct	6,686	-	3,670	-	10,356	11,039
Telephone	Time apportionment	3,284	-	6,568	-	9,852	11,040
Publicity, Printing and Stationery	Direct	436	-	872	-	1,307	489
Advertising	Direct	-	-	-	-	-	-
Motor and Travelling Expenses	Time apportionment	25,199	-	63,779	-	88,978	105,826
Repairs and Renewals	Direct	4,723	-	70,119	-	74,842	29,673
Sundries	Direct	133	-	365	-	499	1,335
Audit and Accountancy	Direct	-	-	-	28,794	28,794	26,535
Commission Paid on Sales	Direct	-	-	15,689	-	15,689	10,745
Legal and Professional Fees	Direct	-	-	-	-	-	4,615
Bank Charges and Interest	Direct	-	-	8,330	-	8,330	6,359
Bank Loan Charges and Interest	Direct	30,603	-	-	-	30,603	24,731
Hire Purchase and Finance Charge	Direct	-	-	549	-	549	2,855
Depreciation							
-Land and Buildings	Direct	21,475	-	-	-	21,475	21,475
-Leasehold Improvements	Direct	663	-	1,673	-	2,336	1,973
-Fixtures and Equipment	Direct	22	-	1,293	22	1,337	804
-Motor Vehicles	Direct	7,249	-	15,403	-	22,652	30,687
Loss on Disposal		-	-	-	-	-	-
		<u>151,218</u>	<u>57,060</u>	<u>705,429</u>	<u>28,817</u>	<u>942,523</u>	<u>1,004,610</u>

Remar Association (UK)**Notes to the Financial Statements - continued
for the Year Ended 31 March 2024****9. NET INCOME/(EXPENDITURE)**

Net income/(expenditure) is stated after charging/(crediting):

	2024	2023
	£	£
Auditors' remuneration	22,116	22,935
The auditing of accounts of any associate of the charity	6,678	3,600
Depreciation - owned assets	37,553	40,790
Depreciation - assets on hire purchase contracts and finance leases	10,248	14,149
(Profit) on disposal of fixed asset	<u>-</u>	<u>-</u>

10. TRUSTEES' AND KEY MANAGEMENT PERSONNEL REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2024 nor for the year ended 31 March 2023.

Mr J Munt, the charity's general manager is a member of the key management personnel. Mr Munt and his family reside in a freehold property within the Remar Community with other beneficiaries of the charity.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2024 or for the year ended 31 March 2023.

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	73,176	15,500	88,676
Other trading activities	836,840	-	836,840
Investments	750	-	750
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>910,766</u>	<u>15,500</u>	<u>926,266</u>
EXPENDITURE ON			
Raising Funds	-	-	-
Charitable activities			
Resettlement and Care Expenditure	187,559	15,500	203,059
Donations to other organisations	91,770	-	91,770
Primary Purpose Trading Costs	<u>709,781</u>	<u>-</u>	<u>709,781</u>
Total	<u>989,110</u>	<u>15,500</u>	<u>1,004,610</u>
EXPENDITURE	(78,344)	-	(78,344)
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>661,401</u>	<u>-</u>	<u>661,401</u>
TOTAL FUNDS CARRIED FORWARD	<u>583,057</u>	<u>-</u>	<u>583,057</u>

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2024

12. STAFF COSTS

There were no staff costs during the year (2023: NIL) and no employees with emoluments above £60,000. The charity depends on volunteers and rehabilitated beneficiaries to undertake the work of the charity.

13. TANGIBLE FIXED ASSETS

A) GROUP	Freehold property	Improvements to property	Fixtures and fittings	Motor vehicles	Totals
	£	£	£	£	£
COST					
At 1 April 2023	1,073,758	31,373	32,209	232,910	1,374,227
Additions	-	17,040	4,350	-	21,390
Disposals	-	-	-	-	-
At 31 March 2024	1,073,758	48,413	36,559	232,910	1,395,617
DEPRECIATION					
At 1 April 2023	331,172	16,911	27,645	173,047	552,752
Charge for year	21,475	2,336	1,337	22,652	47,800
Eliminated on disposal	-	-	-	-	-
At 31 March 2024	331,172	19,247	28,982	195,699	600,552
NET BOOK VALUE					
At 31 March 2024	721,111	29,166	7,577	37,211	795,065
At 31 March 2023	742,586	14,462	4,564	59,863	821,475
B) THE CHARITY					
	Freehold property	Improvements to property	Fixtures and fittings	Motor vehicles	Totals
	£	£	£	£	£
COST					
At 1 April 2023	1,073,758	31,373	28,980	232,910	1,370,998
Additions	-	17,040	4,350	-	21,390
Disposals	-	-	-	-	-
At 31 March 2024	1,073,758	48,413	33,330	232,910	1,393,388
DEPRECIATION					
At 1 April 2023	331,172	16,911	24,922	173,047	550,029
Charge for year	21,475	2,336	1,261	22,652	47,725
Eliminated on disposal	-	-	-	-	-
At 31 March 2024	352,647	19,247	26,183	195,699	597,754
NET BOOK VALUE					
At 31 March 2024	721,111	29,166	7,147	37,211	794,635
At 31 March 2023	742,586	14,462	4,058	59,863	820,969

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2024

13. TANGIBLE FIXED ASSETS – continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Group and Charity Motor vehicles £
COST	
At 1 April 2023	56,595
Additions	-
Disposal	-
Transfer to Ownership	(56,595)
At 31 March 2024	<u>-</u>
DEPRECIATION	
At 1 April 2023	46,347
Charge for year	10,248
Eliminated on Disposal	-
Transfer to Ownership	(56,595)
At 31 March 2024	<u>-</u>
NET BOOK VALUE	
At 31 March 2024	<u>-</u>
At 31 March 2023	<u>10,248</u>

14. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
MARKET VALUE	
At 1 April 2023 and 31 March 2024	<u>2</u>
NET BOOK VALUE	
At 31 March 2024	<u>2</u>
At 31 March 2023	<u>2</u>

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

Remar UK Limited (Registered Number 02861819)

Registered office: 845-847 High Road, Leytonstone, London E11 1HH

Nature of business: Shops trading in the sale of furniture

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2024

14. FIXED ASSET INVESTMENTS - continued

Class of share:	% holding	2024	2023
2 Ordinary shares of £1 each	100	£	£
Aggregate capital and reserves		3,691	3,767
Profit / (loss) for the year		<u>37,562</u>	<u>35,494</u>

Relevant financial information regarding Remar UK Limited is as follows:

	2024 £	2023 £
Turnover	445,755	465,261
Cost of Sales	<u>295,336</u>	<u>345,461</u>
Gross Profit	150,419	119,800
Store Costs	<u>112,857</u>	<u>84,851</u>
Net (Loss)/Profit Before Taxation	37,562	35,494
Corporation Tax	-	-
Net Profit After Taxation	<u>37,562</u>	<u>35,494</u>
Gift Aid distributions to Remar Association (UK)	<u>37,638</u>	<u>41,573</u>
Net Outflow from Subsidiary	<u>(76)</u>	<u>(6,079)</u>

15. STOCKS

	The Group		The Charity	
	2024 £	2023 £	2024 £	2023 £
Goods for Resale	<u>262,968</u>	<u>200,771</u>	<u>57,537</u>	<u>48,460</u>

All stock is held for primary purpose trading.

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	The Group		The Charity	
	2024 £	2023 £	2024 £	2023 £
Amounts Owed by				
Group Undertakings	-	-	78,019	70,210
Other Debtors	11,638	-	11,638	-
Prepayments	11,379	25,908	11,379	25,908
Trade Debtors	<u>-</u>	<u>14,052</u>	<u>-</u>	<u>-</u>
	<u>23,017</u>	<u>39,960</u>	<u>101,036</u>	<u>96,118</u>

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2024

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	The Group		The Charity	
	2024	2023	2024	2023
	£	£	£	£
Bank Loans and Overdrafts	24,250	21,900	14,970	18,746
Trade Creditors	78,388	84,559	-	-
Taxation and Social Security	29,971	8,668	9,913	4,882
Obligations Relating to Finance Leases and Hire Purchase Contracts	-	5,496	-	5,496
Other Creditors and Accruals	<u>79,232</u>	<u>35,419</u>	<u>59,246</u>	<u>30,763</u>
	<u>211,841</u>	<u>156,042</u>	<u>84,129</u>	<u>59,887</u>

18. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

Group and Charity	2024	2023
	£	£
Amounts falling due after one year:		
Bank loans (see note 19)	326,005	337,198
Obligations Relating to Finance Leases and Hire Purchase Contracts	-	-
	<u>326,005</u>	<u>337,198</u>

19. LOANS

Group and Charity	2024	2023
	£	£
An analysis of the maturity of loans is given below:		
Amounts falling due within one year on demand:		
Bank overdrafts	9,280	3,154
Bank loans	<u>14,970</u>	<u>18,746</u>
	<u>24,250</u>	<u>21,900</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>14,970</u>	<u>18,746</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>44,909</u>	<u>56,237</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans due in more than 5 years by instalment	<u>266,126</u>	<u>262,215</u>

Remar Association (UK)**Notes to the Financial Statements - continued
for the Year Ended 31 March 2024****20. LEASING AGREEMENTS**

Group and Charity

	Hire purchase contracts	
	2024	2023
	£	£
Net obligations repayable:		
Within one year	-	5,496
Between one and five years	-	-
	<u>-</u>	<u>5,496</u>

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2024	2023
	£	£
Within one year	49,400	-
Between one and five years	84,633	-
More than five years	32,400	-
	<u>166,433</u>	<u>-</u>

21. SECURED DEBTS

The following secured debts are included within creditors:

	2024	2023
	£	£
Bank overdrafts	-	-
Bank loans	340,975	355,944
	<u>340,975</u>	<u>355,944</u>

Bank loans and overdrafts are secured against the freehold property of the parent charitable company.

22. MOVEMENT IN FUNDS

	At 1.4.23	Net movement in funds	At 31.3.24
	£	£	£
Unrestricted funds			
General fund	583,057	(30,358)	552,699
	<u>583,057</u>	<u>(30,358)</u>	<u>552,699</u>
TOTAL FUNDS	<u>583,057</u>	<u>(30,358)</u>	<u>552,699</u>

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2024

22. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	<u>912,165</u>	<u>942,523</u>	<u>(30,358)</u>
TOTAL FUNDS	<u>912,165</u>	<u>942,523</u>	<u>(30,358)</u>
	At 1.4.22	Net movement in funds	At 31.3.23
	£	£	£
Unrestricted funds			
General fund	<u>661,401</u>	<u>(78,344)</u>	<u>583,057</u>
TOTAL FUNDS	<u>661,401</u>	<u>(78,344)</u>	<u>583,057</u>
	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	<u>910,766</u>	<u>989,110</u>	<u>(78,344)</u>
Restricted Fund			
Lidl Community Kitchen fund	<u>5,500</u>	<u>5,500</u>	-
B & Q Foundation fund	<u>10,000</u>	<u>10,000</u>	-
	<u>15,500</u>	<u>15,500</u>	-
TOTAL FUNDS	<u>926,266</u>	<u>1,004,610</u>	<u>(78,344)</u>

General fund represents the general funds of charity, which are not designed for particular purposes.

23. Analysis of Group Net Assets Between Funds

	General Funds £	Designated Funds £	Total £
Fund Balances at 31 March 2024 are Represented by:-			
Tangible Fixed Assets	795,065	-	795,065
Current Assets	295,480	-	295,480
Current Liabilities	(211,841)	-	(211,841)
Long Term Liabilities	<u>(326,005)</u>	<u>-</u>	<u>(326,005)</u>
	<u>552,699</u>	<u>-</u>	<u>552,699</u>

Remar Association (UK)

Notes to the Financial Statements – continued for the Year Ended 31 March 2024

24. RELATED PARTY DISCLOSURES

During the trading year the trading subsidiary paid £21,000 (2023: £21,000) for the rental of warehouse space to a company, in which one of the trustees, Mr G Harvey, is a director. The company benefited from the rental transaction, which was paid at less than the normal market rate.

The trading subsidiary paid for purchases and commission amounting to £76,949 (2023: £69,831) to another related party subject to joint control or significant influence over the company. As at 31 March 2024 there remained £59,811 (2023: £84,559) due to this other entity.

The trading subsidiary has not made any sales of goods to another related party subject to joint control or significant influence over the company (2023: £17,052).

During the year, the charity has not received donations from Mr J Munt, the general manager of Remar Association (UK) and a member of the key management personnel (2023: £6,083).

25. EX-GRATIA PAYMENTS

No ex-gratia payments have been made in the current year (2023: £nil). The amount in the prior year related to risk management services undertaken on behalf of the charity.

26. OTHER FINANCIAL COMMITMENTS

At the year end the company has financial commitments amounting to £nil (2023: £nil).

27. ULTIMATE CONTROLLING PARTY

The Trustees are responsible for the overall management and control of the Charity.

28. CONTINGENT ASSETS

The Charity has been the recipient of a legacy on the settlement of an estate. The estate has an estimated value to the Charity of £203,207 following the settlement of any liabilities. There is a degree of uncertainty whether the settlement of the estate will be subject to challenge which may impact on the expected receipt and valuation of the legacy for the charity. Due to this uncertainty, no provisions for the asset has been made within the financial statements.

Remar Association (UK)**Detailed Statement of Financial Activities
for the Year Ended 31 March 2024**

	2024	2023
	£	£
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	55,355	73,176
Government grants	-	-
Other grants	11,005	15,500
Other trading activities		
Shop income	837,044	836,840
Investments		
Rent received	750	750
Other income		
Insurance claim	8,011	-
Wayleave income	-	-
Total incoming resources	<u>912,165</u>	<u>926,266</u>
EXPENDITURE		
Raising Funds		
Fundraising Costs	-	-
Charitable activities		
Food	38,735	59,976
Grants to institutions	57,060	91,770
	<u>95,795</u>	<u>151,746</u>
Support costs		
Management		
Rates and water	19,935	29,251
Insurance	35,465	31,034
Light and heat	43,629	32,613
Telephone	9,852	11,040
Postage and stationery	1,307	489
Advertising	-	-
Sundries	499	1,335
Repairs and renewals	74,842	29,763
Rent	169,886	150,455
Purchases and carriage	254,894	317,679
Commission paid to Remar Spain	15,676	12,690
Commission paid on sales	15,689	10,745
Motor and travelling	88,978	105,826
Legal fees	-	4,615
Depreciation - Freehold property	21,475	21,475
- Improvements to property	2,336	1,973
- Fixtures and fittings	1,337	804
- Motor vehicles	22,652	30,687
Carried forward	<u>778,452</u>	<u>792,384</u>

Remar Association (UK)**Detailed Statement of Financial Activities
for the Year Ended 31 March 2024**

	2024	2023
	£	£
Management		
Brought forward	778,452	792,384
Profit on Disposal	-	-
Bank interest and charges	8,330	6,359
Bank loan interest	30,603	24,731
Hire purchase	<u>549</u>	<u>2,855</u>
	<u>817,933</u>	<u>826,329</u>
Governance costs		
Auditors' remuneration	28,794	26,535
Auditors' remuneration for non audit work	<u>-</u>	<u>-</u>
	<u>28,794</u>	<u>26,535</u>
Total resources expended	942,523	1,004,610
Net (expenditure)/income	<u>(30,358)</u>	<u>(78,344)</u>

REMAR ASSOCIATION (UK)

England & Wales - Charity number 1010448

Accounts

REGISTERED COMPANY NUMBER: 02701445 (England and Wales)
REGISTERED CHARITY NUMBER: 1010448
SCOTTISH CHARITY NUMBER: SCO38887

**Report of the Trustees and
Financial Statements for the Year Ended**

**31 March 2023
for
Remar Association (UK)**

Mabe Allen LLP
Chartered Accountants
Statutory Auditors
50 Osmaston Road
Derby
DE1 2HU

Remar Association (UK)

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Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2023

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2023. The trustees have adopted the provisions of 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).

Basis and Values

Remar Association (UK) is a charity whose Inspiration and values derive from the Christian faith. These values, enriched and shared by many people of other faiths and philosophies, provide the basis of the work with persons affected by drug addiction and alcoholism, and with their families and dependents.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of Remar Association (UK) as amended by a Special Resolution dated 17 July 2003 and as defined by the Memorandum of Association are:-

- i) to relieve in any part of the World suffering from poverty and/or sickness particularly among persons affected by solvent abuse, drug addiction and/or alcoholism and to restore and rehabilitate such persons and to relieve the suffering of parents, spouses, partners, children (including orphaned and abandoned) of such affected persons; to educate the public and persons affected by solvent abuse, drug addiction and alcoholism and in danger of solvent, drugs and alcohol addiction in such manner as the directors think fit.
- ii) to relieve in any part of the World poverty, deprivation and distress among persons of any age or race including without limit assistance directly or indirectly for places of education and care of the sick.
- iii) the care, re-settlement and rehabilitation of offenders and their families and dependants in any part of the World.
- iv) the advancement of the Christian faith.

Significant activities

The current focus of Remar Association (UK)'s work is based upon four main pillars:-

- i) To raise awareness of the Christian faith through evangelism.
- ii) To instill discipleship in the Christian faith.
- iii) To undertake Christian social work, the practical expression of which is in assistance to persons affected by solvent abuse, drug addiction and/or alcoholism, ex-offenders, the relatives of such affected persons and also in financial and material support for the Christian social work of Remar in other parts of the world, including help to orphaned and abandoned children.
- iv) To raise funds, particularly through its own Christian business enterprises, to support its activities.

The following are some of the main activities and developments in the different areas over the past year: -

Evangelism

We have been doing evangelistic work on the streets of central London and people have come to our centres directly as a result of this activity, also evangelising once a week in Glasgow (Scotland).

Discipleship

The general work of discipleship continues amongst those beneficiaries who, once their lives have been fully restored, decide to stay on as volunteer Christian workers. This is mainly practical training, carried on in the day-to-day routine of each house.

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2023

OBJECTIVES AND ACTIVITIES Significant activities - continued

Social Work

We wish to continue to refer people from the United Kingdom with problems of drug and alcohol addiction to the Spanish Remar centres. Others contact Remar Spain directly for help with their problems.

We have also been able to continue with our financial programme of gifts and donations to Remar centres in other parts of the world, as shown in the financial report.

Social work amongst the poor and marginalised has continued during the year. In Nottingham and London, a programme "Angels in the night" continues bringing to the homeless and street people weekly a programme of hot food, sandwiches, and refreshments.

A programme of distributing food parcels weekly has continued for those in need of basic food.

Christian Business Enterprises

We continue to generate the majority of our funds from the profits made by our Charity Shops and online sales which sell new and second-hand donated furniture, clothing & bric-a-brac, and with a percentage of activity undertaken by our subsidiary trading company, Remar UK Limited. These shops are functioning in four different towns or cities (2022: four) at present and continue to be a financial success.

Public benefit

Under the Charities Act 2011, charities are required to demonstrate that their aims are for the public benefit. The two key principles which must be met in this context are, first, that there must be an identifiable benefit or benefits; and, secondly, that the benefit must be to the public, or a section of the public. Charity Trustees must ensure that they carry out their charity's aims for the public benefit, must have regard to the Charity Commission's and the Office of the Scottish Charity Regulator's guidance, and must report on public benefit in their Annual Report.

Remar Association (UK)'s Board of Trustees regularly monitors and reviews the success of the organization in meeting its key objectives of helping people suffering from poverty, sickness and affected by drug addiction and alcoholism. The Trustees confirm, in the light of the guidance, that these aims fully meet the public benefit test and that all the activities of the Charity, described in this report under its current focus, are undertaken in pursuit of its aims.

Grant Making

Decisions on making grants are taken by the Trustees and are normally made to Remar Spain for distribution to other Remar organisations around the world (see Note 7) based on where the need is greatest.

Volunteers

The voluntary workers include drug-addicts and alcoholics in rehabilitation, addicts already rehabilitated and individuals dedicating themselves full time to the work of the Charity. These individuals live in the various properties rented by or belonging to the Charity and have their needs provided by the Charity. The Trustees consider it very important that those who no longer have problems of addiction live alongside those who arrive as drug addicts and alcoholics, so that they can care for them twenty-four hours a day.

The Trustees wish to thank those many volunteers who give their time to the various projects. In total this represents hours of work which cannot possibly be valued, but without which Remar Association (UK) would not exist.

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2023

FINANCIAL REVIEW

Financial position

The last financial year has seen the Charity develop and consolidate its services.

The Consolidated Balance Sheet indicates that at 31 March 2023 the total funds of the group were £583,057 (2022: £661,401). This was represented by tangible fixed assets of £821,475 (2022: £876,414) and net current assets of £98,780 (2022: £143,650), with a further £337,198 (2022: £358,663) liabilities due after more than one year. The liabilities include the outstanding balance of £355,944 (2022: £374,690) due on bank loans. Unrestricted funds of £583,057 (2022: £661,401) represents the reserves available to the group to fulfil the Charity's existing commitments over the long term and also to finance the expected growth in activity.

The Consolidated Statement of Financial Activities indicates that total resources expended for the year ended 31 March 2023 was £1,004,610 (2022: £1,311,105) with total income generated of £926,266 (2022: £1,236,450). The existence and operation of charity shops by the Charity provides a substantial base for the future with five shops (2022: six) in operation at the year end.

Resettlement and care expenditure at a cost of £203,059 (2022: £306,036) continued to be a significant part of the Charity's activities. During the year FareShare provided the charity food with a fair value of £53,163 (2022: £113,777) for distribution to the beneficiaries of the charity.

The Trustees will progress the strategy to develop and grow the Charity. The Trustees are confident that they are well placed to fulfil the objectives of the Charity into the future.

Trading Activities

The results of Remar UK Limited, the wholly owned subsidiary company of the charity are summarised in Note 14 of the Financial Statements.

During the year, the trading subsidiary has made donations of £41,573 (2022: £nil) transferring profits to the parent charity. The directors of the subsidiary who are also Trustees of the charity are: G W Harvey and J Blatch.

Financial reserves policy

The Trustees are seeking to provide a capital reserve of 3 months running costs. It should be noted that Remar Association UK has in place an agreement, renewed annually, with Remar Madrid, that in the event of lack of cash flow or the inability to cover financial obligations, Remar Association (UK) will receive funds from Remar Madrid.

At 31 March 2023 the unrestricted reserves of the Charity amounted to £583,057 (2022: £661,401).

The unrestricted reserves going forward should help to finance the interest on the bank loans which exists.

The amount of funds that can only be realised by disposing of tangible fixed assets amounted to £460,037 as at 31 March 2023 (2022: £476,048). After making allowance for funds that can only be realised by disposing of tangible fixed assets the free reserves of the charity are £119,255 (2022: £185,353).

Financial and risk management objectives and policies

Financial

Funds surplus to requirement to the running of the UK operation are transferred to Remar International where they are used exclusively for the social work in the developing world and in particular to assist our work with orphaned and abandoned children. Allocation of funds is made by a Committee which sits once a month. The Committee is chaired by Miguel Diez.

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2023

FINANCIAL REVIEW

Financial position - continued

Restoration of Lives

Supervision of those persons undergoing rehabilitation is undertaken by monitors who live twenty-four hours a day with those in rehabilitation. Monitors are persons who are judged by the General Manager as responsible and capable of assisting others. A total of 52 young men were admitted for rehabilitation from addiction to alcohol and substance abuse during the year.

Risk management

The major risks to which the charity is exposed, as identified by the Trustees, have been reviewed and systems have been established to mitigate those risks.

The Trustees appointed the law firm Maurice Turnor Gardner, 15th Floor, Milton Street, London EC2Y 9BH, with the lead lawyer Jennifer Emms, specialist in UK charity law and governance. A 'root and branch' review was undertaken to ensure that Remar Association were compliant with all aspects of the Charity Commission's guidelines, with special attention given to risk management.

The Trustees further retained the services of MTG to carry out a review of operating procedures with a focus on risk management, at year end 2023.

Teaching and Training

At a national and local level, monitors are constantly being taught, evaluated and encouraged by Joaquin Munt, the General Manager, who is also a Pastor in the Body of Christ Church and has over 20 years' experience in rehabilitation of drug and alcohol addicts and is supported by Pastor Luis Martinez and Pastor Rul Viana. At an International level, regular courses are held in Madrid.

The Trustees have tasked the General Manager to engage with a local charity set up for the purpose of providing skills-based training. We are engaging with the Nottingham Community and Voluntary Services, NCVS charity, and managers and supervisors selected by the General Manager will attend regular training courses.

The Trustees have tasked the General Manager to keep a record of all the training courses and those individuals who attend. The Trustees are considering producing an internal certificate in conjunction with the local charity to give individuals when they have successfully completed training.

Changes in Fixed Assets

The movements in fixed assets during the year are set out in the notes to the Financial Statements.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Remar Association (UK) is a Registered Charity (number 1010448 for England and Wales and SC038887 for Scotland) and a company limited by guarantee (number 02701445) which was set up on the 27 March 1992. Its governing instrument is the Memorandum and Articles of Association which were issued at that date.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Recruitment and appointment of new trustees

A panel comprising existing Trustees selects members to join the Trustee board. After an appropriate period of observation and enquiry to assess suitability new Trustees undergo an orientation to brief them on their legal obligations under charity and company law, content of the Memorandum and Articles of Association, the board of Trustees and decision-making processes and recent financial performance of the Charity. The Trustees retire by rotation with the longest serving director, if willing to act, offering himself for re-election at the Annual General Meeting.

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2023

FINANCIAL REVIEW

Organisational structure

Remar Association (UK) operates as an Independent charity, although it is in contact with the network of charities under the Remar umbrella, an International Christian Outreach Ministry. In addition, there exists a wholly owned subsidiary company, Remar UK Limited, which has previously undertaken to make a covenanted donation within the meaning of the Corporation Tax Act 2010 Section 189.

The Trustees are responsible for the overall management and control of the Charity and receive reports from the General Manager Joaquin Munt.

Responsibility for operational activities lies in the hands of the General Manager, who is supported by other volunteers.

The Trustees have overall responsibility for ensuring that the Charity has appropriate systems of control, financial or otherwise.

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2023

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

02701445 (England and Wales)

Registered Charity number

1010448

Scottish Charity Number

SCO 38887

Registered office

845-847 High Road
Leytonstone
London E11 1HH

Trustees

J Blatch

Mr J M Diez-Alvarez – Resigned 18 March 2023

G W Harvey

L English – Appointment 23 November 2022

C P Smyth – Resigned 16 March 2023

Company Secretary

A Ipgrave

Auditors

Mabe Allen LLP

Chartered Accountants

Statutory Auditors

50 Osmaston Road

Derby DE1 2HU

Bankers

Lloyds TSB Bank Plc

Market Square House

Old Market Square

Nottingham NG1 6FD

Solicitors

Geldards

Number One Pride Place

Pride Park

Derby DE24 8QR

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2023

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Remar Association (UK) for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DISCLOSURE OF INFORMATION TO THE AUDITORS

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Mabe Allen LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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

Approved by order of the board of trustees on 20/12/2023 and signed on its behalf by:



G W Harvey - Trustee

Remar Association (UK)

Independent Auditor's Report to the Members and Trustees of Remar Association (UK)

Qualified Opinion

We have audited the financial statements of Remar Association (UK) (the 'parent charitable company') and its subsidiary (the 'group') for the year ended 31 March 2023 which comprise of the Group Consolidated Statement of Financial Activities, the Group Summary Income and Expenditure Account, the Group Consolidated and Parent Charitable Company Balance Sheet, the Group Consolidated Cash Flow Statement and notes to the financial statements 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 Financial Reporting Standard 102 *The Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, except for the possible effects of the matter described in the basis for qualified opinion section of our report, the financial statements:

- give a true and fair view of the state of the group's and parent charitable company's affairs as at 31 March 2023, and of the group's and parent charitable company's incoming resources and application of resources, including the group's parent charitable company's income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006.

Basis for qualified opinion

We were unable to observe the counting of physical inventories at the start of the prior year due to the travel restrictions imposed by the UK government at the time in order to stop the spread of the coronavirus pandemic. We were unable to satisfy ourselves by alternative means concerning the inventory quantities held at the 31 March 2021, which are included in the balance sheet at £140,665, by using other audit procedures. Consequently, we were unable to determine whether any adjustment to this amount was necessary.

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 financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the 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 qualified opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' 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 doubt on the company'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 directors with respect to going concern are described in the relevant sections of this report.

Our opinion is not modified in respect of this matter.

Remar Association (UK)

Independent Auditor's Report to the Members and Trustees of Remar Association (UK) - continued

Other information

The trustees are responsible for the other information. The other information comprises the information included in the report of the trustees, other than the financial statements and our auditor's report thereon.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the 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 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.

As described in the basis for qualified opinion section of our report, we were unable to satisfy ourselves concerning the inventory quantities of £140,665 held at 31 March 2021. We have concluded that where the other information refers to the inventory balance or related balances such as cost of sales, it may be materially misstated for the same reason.

Opinions on other matters prescribed by the Companies Act 2006

Except for the possible effects of the matter described in the basis for qualified opinion section of our report, in our opinion, based on the work undertaken in the course of the audit:

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

Matters on which we are required to report by exception

Except for the matter described in the basis for qualified opinion section of our report, in the light of our knowledge and understanding of the group and parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

Arising solely from the limitation on the scope of our work relating to inventory, referred to above:

- we have not obtained all the information and explanations we considered necessary for the purpose of our audit; and
- we were unable to determine whether adequate accounting records have been kept.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 require us to report to you if, in our opinion:

- returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- the trustees were not entitled to prepare the 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.

Remar Association (UK)

Independent Auditor's Report to the Members and Trustees of Remar Association (UK) - continued

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 6 the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the 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 financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group's and parent charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts.

Our objectives are to obtain reasonable assurance about whether the 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 financial statements.

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

Extent to which the audit was considered capable of detecting fraud

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- The nature of the industry and sector, control environment and business performance including targets for income and net profit;
- Results of our enquiries of management and the trustees about their own identification and assessment of the risks of irregularities;
- Any matters we identified having obtained and reviewed the company's documentation of their policies and procedures relating to:
- Identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance, including any related to the General Data Protection Regulations or Bribery Act 2010.
- Detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
- The internal controls to mitigate risks of fraud or non-compliance with laws and regulations;
- The matters discussed among the audit engagement team include how and where fraud might occur in the financial statements and any potential indicators of fraud.

Remar Association (UK)

Independent Auditor's Report to the Members and Trustees of Remar Association (UK) - continued

As a result of these procedures, we considered the opportunities and incentives that may exist within the charity for fraud and identified the greatest potential for fraud in the ability of management to manipulate revenue recognition. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the charity operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included in Section 44(1c) of the Charities and Trustees Investment (Scotland) Act 2005 the Companies Act 2006 and the Financial Reporting Standard 102.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty. These include The General Data Protection Regulations, the Bribery Act 2010 and Health and Safety policies.

Audit Response to Risks Identified

Our procedures to respond to risks identified above include the following:

- Reviewing the financial statements disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- Enquiring of management and directors concerning actual and potential litigation and claims;
- Obtaining third party confirmation of material bank balances;
- Documenting and verifying all significant related party balances and transactions;
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- Reading minutes to meetings of those charged with governance and reviewing relevant correspondence from regulatory bodies.
- In addressing the fraud risk in revenue recognition we have tested a sample of revenue recorded in the year through agreement to the relevant documentation and bank statements. Additionally, at an analytical review level, we developed an expectation of the revenue with reference to our experience of the client and discussions on the recognition and volatility of revenue in the year; and
- In addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remain alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

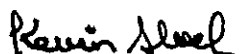
Remar Association (UK)

Independent Auditor's Report to the Members and Trustees of Remar Association (UK) - continued

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of Auditors.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, 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 charitable company's members and trustees 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 charitable company, the charitable company's members as a body and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Kevin Slack FCA (Senior Statutory Auditor)
for and on behalf of Mabe Allen LLP
Chartered Accountants
Statutory Auditors
50 Osmaston Road
Derby
DE1 2HU

Date: 21st December 2023

Mabe Allen LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

Remar Association (UK)

Consolidated Statement of Financial Activities (Including Income and Expenditure Account) for the Year Ended 31 March 2023

	Notes	Unrestricted fund £	Restricted fund £	Total funds 2023 £	Total funds 2022 £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	73,176	15,500	88,676	161,424
Charitable activities	3	836,840	-	836,840	1,073,565
Investments	4	750	-	750	915
Other	5	-	-	-	546
Total		<u>910,766</u>	<u>15,500</u>	<u>926,266</u>	<u>1,236,450</u>
EXPENDITURE ON					
Raising funds	6	-	-	-	-
Charitable activities					
Resettlement and Care Expenditure		187,559	15,500	203,059	306,036
Donations to Other Organisations	7	91,770	-	91,770	131,350
Primary Purpose Trading costs		<u>709,781</u>	<u>-</u>	<u>709,781</u>	<u>873,719</u>
Total	8	<u>989,110</u>	<u>15,500</u>	<u>1,004,610</u>	<u>1,311,105</u>
NET (EXPENDITURE)/INCOME		(78,344)	-	(78,344)	(74,655)
RECONCILIATION OF FUNDS					
Total funds brought forward		661,401	-	661,401	736,056
TOTAL FUNDS CARRIED FORWARD		<u>583,057</u>	<u>-</u>	<u>583,057</u>	<u>661,401</u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The annexed notes form part of these financial statements

Remar Association (UK) (registered number: 02701445)

**Consolidated Balance Sheet
At 31 March 2023**

	Notes	Unrestricted fund £	Restricted fund £	Total funds 2023 £	Total funds 2022 £
FIXED ASSETS					
Tangible assets	13	<u>821,475</u>	<u>-</u>	<u>821,475</u>	<u>876,414</u>
CURRENT ASSETS					
Stocks	15	200,771	-	200,771	190,731
Debtors	16	39,960	-	39,960	31,307
Cash at bank and In hand		<u>14,091</u>	<u>-</u>	<u>14,091</u>	<u>45,812</u>
		254,822	-	254,822	267,850
CREDITORS					
Amounts falling due within one year	17	<u>156,042</u>	<u>-</u>	<u>156,042</u>	<u>124,200</u>
NET CURRENT ASSETS					
		<u>98,780</u>	<u>-</u>	<u>98,780</u>	<u>143,650</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		920,255	-	920,255	1,020,064
CREDITORS					
Amounts falling due after more than one year	18	<u>337,198</u>	<u>-</u>	<u>337,198</u>	<u>358,663</u>
NET ASSETS					
		<u>583,057</u>	<u>-</u>	<u>583,057</u>	<u>661,401</u>
FUNDS					
Unrestricted funds	22			583,057	661,401
Restricted funds				<u>-</u>	<u>-</u>
TOTAL FUNDS					
				<u>583,057</u>	<u>661,401</u>

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

The financial statements were approved by the Board of Trustees on 20/12/2023 and were signed on its behalf by:


G W Harvey -Trustee

The annexed notes form part of these financial statements

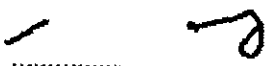
Remar Association (UK) (Registered number: 02701445)

**Company Balance Sheet
At 31 March 2023**

	Notes	2023 £	2022 £
FIXED ASSETS			
Tangible assets	13	820,969	875,819
Investments	14	<u>2</u>	<u>2</u>
		820,971	875,821
CURRENT ASSETS			
Stocks	15	48,460	44,113
Debtors	16	96,118	127,754
Cash at bank and in hand		<u>10,828</u>	<u>33,574</u>
		155,406	205,441
CREDITORS			
Amounts falling due within one year	17	<u>59,887</u>	<u>71,042</u>
NET CURRENT ASSETS		<u>95,519</u>	<u>134,399</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		916,490	1,010,220
CREDITORS			
Amounts falling due after more than one year	18	<u>337,198</u>	<u>358,663</u>
NET ASSETS		<u>579,292</u>	<u>651,557</u>
RESERVES			
Unrestricted Funds		<u>579,292</u>	<u>651,557</u>
		<u>579,292</u>	<u>651,557</u>

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Trustees on 20/12/2023 and were signed on its behalf by:


.....
G W Harvey
Trustee

The annexed notes form part of these financial statements

Remar Association (UK)

Consolidated Cash Flow Statement for the Year Ended 31 March 2023

	Notes	2023 £	2022 £
Cash flows from operating activities:			
Cash generated from / (used in) operations	1	16,582	(84,148)
Loan Interest paid		(24,731)	(18,083)
Interest element of hire purchase and finance lease rental payments		<u>(2,855)</u>	<u>(3,787)</u>
Net cash (used in)/provided by operating activities		<u>(11,004)</u>	<u>(106,018)</u>
Cash flows from investing activities:			
Purchase of tangible fixed assets		-	(71,645)
Sale of tangible fixed assets		<u>-</u>	<u>1,407</u>
Net cash (used in) investing activities		<u>-</u>	<u>(70,238)</u>
Cash flows from financing activities:			
Loan repayments in year		(18,745)	(20,340)
Capital repayments in year		(20,626)	(24,315)
Receipts from government grants		-	33,500
Receipts from other grants		<u>15,500</u>	<u>4,300</u>
Net cash (used in)/provided by financing activities		<u>(23,871)</u>	<u>(6,855)</u>
Change in cash and cash equivalents in the reporting period		<u>(34,875)</u>	<u>(183,111)</u>
Cash and cash equivalents at the beginning of the reporting period	2	45,812	228,923
Cash and cash equivalents at the end of the reporting period	2	<u>10,937</u>	<u>45,812</u>

The annexed notes form part of these financial statements

Remar Association (UK)

Notes to the Consolidated Cash Flow Statement for the Year Ended 31 March 2023

1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2023 £	2022 £
Net (expenditure)/income for the reporting period (as per the statement of financial activities)	(78,344)	(74,655)
Adjustments for:		
Depreciation charges	54,939	70,556
(Profit) on disposal of fixed assets	-	(1,407)
Government grants	-	(33,500)
Other grants	(15,500)	(4,300)
Loan interest paid	24,731	18,083
Interest element of hire purchase and finance lease rental payments	2,855	3,787
(Increase)/decrease in stocks	(10,040)	(50,066)
(Increase) in debtors	(8,654)	(20,239)
Increase in creditors	<u>46,595</u>	<u>7,593</u>
Net cash provided / (used) by operating activities	<u>16,582</u>	<u>(84,148)</u>

2. ANALYSIS OF CASH AND CASH EQUIVALENTS

The amount disclosed in the Cash Flow Statement in respect of cash and cash equivalent are in respect of these Balance Sheet amounts:

	2023 £	2022 £
Cash in hand	5,553	3,819
Notice deposits (less than 3 months)	8,538	41,993
Overdrafts included in bank loans and overdrafts falling due within one year	<u>(3,154)</u>	<u>-</u>
Total cash and cash equivalents	<u>10,937</u>	<u>45,812</u>

3. ANALYSIS OF CHANGES IN NET DEBT

	At 31.3.22 £	Cashflow £	At 31.3.23 £
Net Cash			
Cash at bank and in hand	<u>45,812</u>	<u>(34,875)</u>	<u>10,937</u>
Debt			
Finance leases	(25,676)	20,180	(5,496)
Debtors falling due within 1 year	(20,340)	1,594	(18,746)
Debtors falling due after 1 year	<u>(354,350)</u>	<u>17,152</u>	<u>(337,198)</u>
	<u>(400,366)</u>	<u>38,926</u>	<u>(361,440)</u>
Total	<u>(354,554)</u>	<u>4,051</u>	<u>(350,503)</u>

The annexed notes form part of these financial statements

Remar Association (UK)

Notes to the Financial Statements for the Year Ended 31 March 2023

1. ACCOUNTING POLICIES

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

Basis of preparing the financial statements

Remar Association (UK) is a public benefit entity as defined under Financial Reporting Standard 102. The financial statements have been prepared in accordance with The Companies Act 2006, the Charities Act 2022, the Charities and Trustees Investment (Scotland) Act 2005 and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and 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 2019)

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

Going Concern

The group realised a deficit for the year of £78,344 (2022: deficit £74,655) and the group held net assets of £583,057 as at 31 March 2023 (2022: £661,401). The Trustees have prepared the financial statements on the going concern basis which assumes that the group and the Charitable company will continue to trade for the foreseeable future. The validity of the assumption is based on the Trustees' assessment of future cash forecasts, revenue projections and for the reasons set out below.

Cost of living crisis and economic uncertainty in the UK

As at the date of approving these financial statements, the impacts of the cost-of-living crisis on the group's trading activity is continually being assessed and subject to review. The current economic climate in the UK has placed strain on the group's cash flow and on the finances of the general public which could limit their ability to spend on home improvements. Our "base case" assumption is that all of the groups' premises will remain open into the future. In assessing the group's funding requirements, the Trustees have prepared projections which consider the impacts on revenue given the volatility and uncertainty on retail activity.

Having assessed the current trading performance and future prospects, the Trustees have concluded that both the group and the parent charitable company have sufficient resources to continue in operational existence for the foreseeable future. Furthermore, there are no material uncertainties in relation to going concern. Accordingly, they continue to adopt the going concern basis in preparing the financial statements. The financial statements therefore do not include any adjustments that would arise if the going concern basis of preparation were inappropriate.

Basis of Consolidation

Consolidated Financial Statements have been prepared in respect of the Charitable Company and its wholly owned subsidiary, Remar UK Limited in accordance with section 398 of the Companies Act 2006 and the requirements of the SORP 2019 (FRS 102). The income and expenditure of Remar UK Limited have been consolidated into the Statement of Financial Activities (SOFA) on a line by line basis.

No separate Statement of Financial Activities (SOFA) has been presented for the Parent charity alone as permitted by section 408 of the Companies Act 2006.

Company Status

The Charity is a private Company Limited by Guarantee, registered in England and Wales. The members of the Company are the Trustees named on page 5. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the Charity.

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

1. ACCOUNTING POLICIES - continued

Critical accounting judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgments, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates. The following judgements have had the most significant effect on amounts recognised in the financial statements:-

Valuation of stock

The trustees review management's judgements in assessing the required level of stock and provisioning and concluded that the method of estimating the carrying value of stock remains appropriate, and that the level of provisioning is appropriate.

Income

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

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.

No amount is included in the financial statements for volunteer time in line with the SORP (FRS 102). Further detail is given in the Trustees' Annual Report.

Where practicable, gifts in kind donated for distribution to the beneficiaries of the charity are included in stock and donations in the financial statements upon receipt. If it is impracticable to assess the fair value at receipt or if the costs to undertake such a valuation outweigh any benefits, then the fair value is recognised as a component of donations when it is distributed and an equivalent amount recognised as charitable expenditure.

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

1. ACCOUNTING POLICIES - continued

Income - continued

Gifts in kind donated for resale are included at fair value, being the expected proceeds from sale less the costs of sale. Where estimating the fair value is practicable upon receipt it is recognised in stock. Upon sale, the value of the stock is charged against 'Income from primary purpose trading' and the proceeds are recognised as 'Income from primary purpose trading'. Where it is impracticable to fair value the items due to the volume of low value items, they are not recognised in the financial statements until they are sold. This income is recognised within 'Income from primary purposes trading'.

Income from primary purpose trading includes income earned by the trading subsidiary in undertaking trading activities which assist in the reintegration into society of the charity beneficiaries and to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and meet the objectives of the charity and is recognised when entitlement has occurred.

Income from grants is recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Expenditure is categorized under the following headings:

- Costs of raising funds includes the costs of contracting with agents to raise funds on behalf of the charity;
- Expenditure on charitable activities includes costs of resettlement and care, donations to other Remar Organizations and primary purpose trading costs.

Irrecoverable VAT is charged as an expense against the activity for which the expenditure arose.

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure. The grant is only accrued when any unfulfilled conditions are outside of the control of the charity.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 2% on cost
Improvements to property	- Over period of lease
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2023

1. ACCOUNTING POLICIES - continued

Tangible fixed assets - continued

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the assets, and is credited or charged to profit and loss.

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Stocks

Stocks are stated 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 stock to its present location and condition. Cost is calculated using the first-in, first-out formula. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

Donated stocks are fair valued as described in 'Income' above.

Taxation

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

Hire purchase and leasing commitments

Assets acquired under finance leases are capitalised and depreciated over the shorter of the lease term and the expected useful life of the asset. Minimum lease payments are apportioned between the finance charge and the reduction of the outstanding lease liability using the effective interest method. The related obligations, net of future finance charges, are included in creditors.

Donated goods

Donated stocks are fair valued as described under the Income Recognition Section above. The only exception to this accounting policy is where the trustees consider it impractical to fair value the gifts in kind donated for resale because of the volume of low value items received and where there is an absence of detailed stock control systems or records.

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2023

1. ACCOUNTING POLICIES – continued

Fund accounting

General funds are unrestricted funds which can be used in accordance with the charitable objectives at the discretion of the trustees and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the Financial Statements.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. The cost of raising and administering such funds are charged against the specific fund.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Foreign currencies

Foreign currency transactions are initially recognised by applying to the foreign currency amount the spot exchange rate between the functional currency and the foreign currency at the date of the transaction.

Monetary assets and liabilities denominated in a foreign currency at the balance sheet date are translated at the closing rate.

Investment in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Fund raising costs

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities.

Debtors and creditors receivable/payable within one year

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

Loans and borrowings

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment. If an arrangement constitutes a finance transaction it is measured at present value.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts.

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in profit or loss unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

Provisions

Provisions are recognised when the charity has an obligation at the balance sheet date as a result of a past event, it is probable that an outflow of economic benefits will be required in settlement and the amount can be reliably estimated.

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2023

2. DONATIONS AND LEGACIES

	Restricted Funds	Unrestricted Funds	Total Funds 2023
	£	£	£
Donations:			
The DCI Trust	-	1,000	1,000
LIDL Community Kitchen Fund	5,500	-	5,500
B & Q Property Improvement Fund	10,000	-	10,000
The Jones 1986 Charitable Trust	-	3,000	3,000
Donated Food for Distribution - Fareshare	-	53,163	53,163
Individuals	-	<u>16,013</u>	<u>16,013</u>
	<u>15,500</u>	<u>73,176</u>	<u>88,676</u>
		Unrestricted Funds	Total Funds 2022
		£	£
Donations:			
The DCI Trust		1,000	1,000
Neighbourly		800	800
Local Giving		2,500	2,500
Arnold Clarke		1,000	1,000
The Fifty Fund		1,200	1,200
Donated Food for Distribution- Fareshare		113,777	113,777
Covid Support Grants		33,500	33,500
Individuals		<u>7,647</u>	<u>7,647</u>
		<u>161,424</u>	<u>161,424</u>

Donations and legacies in 2022 were attributable to unrestricted funds.

3. CHARITABLE ACTIVITIES

	2023	2022
	£	£
Primary Purpose Trading - Shop income	<u>836,840</u>	<u>1,073,565</u>

4. INCOME FROM INVESTMENTS

	2023	2022
	£	£
Rental Income	<u>750</u>	<u>915</u>

Income from Investments was attributable to unrestricted funds.

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2023

5. OTHER INCOME

	2023 £	2022 £
Insurance Claim	-	<u>546</u>
	-	<u>546</u>

Other Income was attributable to unrestricted funds.

6. RAISING FUNDS

Raising donations and legacies

	2023 £	2022 £
Support costs	-	-
	-	-

Costs of raising funds Includes consultancy fees to raise funds on behalf of the charity.

7. GRANTS PAYABLE

	2023 £	2022 £
Donations to organisations	<u>91,770</u>	<u>131,350</u>

The total grants paid to institutions during the year was as follows:

	2023 £	2022 £
Remar – Spain	87,400	129,190
Remar – India	1,210	-
Remar – Germany	1,000	-
Gift Africa	<u>2,160</u>	<u>2,160</u>
	<u>91,770</u>	<u>131,350</u>

The charity has awarded grants to a number of institutions in furtherance of its charitable activities.

Contributions made to other Remar Organizations are towards the purchase and running costs of both first phase and second phase drug rehabilitation centres (see Trustees' Report).

Recipients of grants to institutions:

The recipients of grants in the current year and previous year and the use to which the grants were put are as follows:

Gift Africa – assist with Rehabilitation Centre costs (2022: Assist with Rehabilitation Centre).

Remar Spain – For central allocation and distribution to other Remar organisations.

Remar India – Assist with expenditure on orphanage.

Remar Germany – Assist with Remar SOS Projects in Turkey.

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2023

8. TOTAL RESOURCES EXPENDED

	Basis of Allocation	Resettlement and Care Expenditure	Donations to other Remar Organisations	Primary Trading Costs	Governance Costs	2023 Total	2022 Total
		£	£	£	£	£	£
Costs directly allocated to activities							
Food	Direct	59,976	-	-	-	59,976	119,079
Purchases and Carriage	Direct	-	-	317,679	-	317,679	455,248
Commission Paid to Remar Spain	Direct	-	-	12,690	-	12,690	25,725
Grant funding of Activities							
Donations	Direct	-	91,770	-	-	91,770	131,350
Support Costs Allocated to Activities							
Rent	Direct	5,647	-	144,808	-	150,455	155,615
Water rates	Direct	2,420	-	5,998	-	8,418	3,209
Insurance	Direct	-	-	31,034	-	31,034	29,640
Heat and Light	Direct	14,268	-	18,345	-	32,613	25,259
Rates – Non Domestic	Direct	-	-	9,794	-	9,794	6,435
Council Tax	Direct	11,039	-	-	-	11,039	9,720
Telephone	Time apportionment	3,680	-	7,360	-	11,040	7,941
Publicity, Printing and Stationery	Direct	-	-	489	-	489	1,205
Advertising	Direct	-	-	-	-	-	989
Motor and Travelling Expenses	Time apportionment	31,027	-	74,799	-	105,826	90,271
Repairs and Renewals	Direct	13,503	-	16,170	-	29,673	101,331
Sundries	Direct	818	-	517	-	1,335	2,620
Audit and Accountancy	Direct	-	-	-	26,535	26,535	19,001
Commission Paid on Sales	Direct	-	-	10,745	-	10,745	-
Legal and Professional Fees	Direct	2,000	-	2,615	-	4,615	27,765
Bank Charges and Interest	Direct	-	-	6,359	-	6,359	7,686
Bank Loan Charges and Interest	Direct	-	-	-	-	-	18,083
Hire Purchase and Finance Charge	Direct	24,731	-	-	-	24,731	3,787
Depreciation	Direct	-	-	2,855	-	2,855	-
-Land and Buildings	Direct	21,475	-	-	-	21,475	21,475
-Leasehold Improvements	Direct	300	-	1,673	-	1,973	1,973
-Fixtures and Equipment	Direct	26	-	752	26	804	946
-Motor Vehicles	Direct	12,149	-	18,538	-	30,687	46,159
Loss on Disposal		-	-	-	-	-	-1,407
		<u>203,059</u>	<u>91,770</u>	<u>683,220</u>	<u>26,561</u>	<u>1,004,610</u>	<u>1,311,105</u>

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2023

9. NET INCOME/(EXPENDITURE)

Net Income/(expenditure) is stated after charging/(crediting):

	2023 £	2022 £
Auditors' remuneration	22,935	15,401
The auditing of accounts of any associate of the charity	3,600	3,600
Depreciation - owned assets	40,790	46,446
Depreciation - assets on hire purchase contracts and finance leases	14,149	24,109
(Profit) on disposal of fixed asset	-	(1,407)

10. TRUSTEES' AND KEY MANAGEMENT PERSONNEL REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022.

Mr J Munt, the charity's general manager is a member of the key management personnel. Mr Munt and his family reside in a freehold property within the Remar Community with other beneficiaries of the charity.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2023 or for the year ended 31 March 2022.

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	161,424	-	161,424
Other trading activities	1,073,565	-	1,073,565
Investments	915	-	915
Other	546	-	546
Total	<u>1,236,450</u>	<u>-</u>	<u>1,236,450</u>
EXPENDITURE ON			
Raising Funds	-	-	-
Charitable activities			
Resettlement and Care Expenditure	306,036	-	306,036
Donations to other organisations	131,350	-	131,350
Primary Purpose Trading Costs	873,719	-	873,719
Total	<u>1,311,105</u>	<u>-</u>	<u>1,311,105</u>
EXPENDITURE	(74,655)	-	(74,655)
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>736,056</u>	<u>-</u>	<u>736,056</u>
TOTAL FUNDS CARRIED FORWARD	<u>661,401</u>	<u>-</u>	<u>661,401</u>

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2023

12. STAFF COSTS

There were no staff costs during the year (2022: NIL) and no employees with emoluments above £60,000. The charity depends on volunteers and rehabilitated beneficiaries to undertake the work of the charity.

13. TANGIBLE FIXED ASSETS

A) GROUP	Freehold property	Improvements to property	Fixtures and fittings	Motor vehicles	Totals
	£	£	£	£	£
COST					
At 1 April 2022	1,073,758	31,372	32,209	232,910	1,370,249
Additions	-	-	-	1,750	1,750
Disposals	-	-	-	(1,750)	(1,750)
At 31 March 2023	<u>1,073,758</u>	<u>31,372</u>	<u>32,209</u>	<u>232,910</u>	<u>1,370,249</u>
DEPRECIATION					
At 1 April 2022	309,697	14,937	26,841	142,360	493,835
Charge for year	21,475	1,973	804	30,687	54,939
Eliminated on disposal	-	-	-	-	-
At 31 March 2023	<u>331,172</u>	<u>16,910</u>	<u>27,645</u>	<u>173,047</u>	<u>548,774</u>
NET BOOK VALUE					
At 31 March 2023	<u>742,586</u>	<u>14,462</u>	<u>4,564</u>	<u>59,863</u>	<u>821,475</u>
At 31 March 2022	<u>764,061</u>	<u>16,435</u>	<u>5,368</u>	<u>90,550</u>	<u>876,414</u>
B) THE CHARITY	Freehold property	Improvements to property	Fixtures and fittings	Motor vehicles	Totals
	£	£	£	£	£
COST					
At 1 April 2022	1,073,758	31,372	28,980	232,910	1,367,020
Additions	-	-	-	1,750	1,750
Disposals	-	-	-	(1,750)	(1,750)
At 31 March 2023	<u>1,073,758</u>	<u>31,372</u>	<u>28,980</u>	<u>232,910</u>	<u>1,367,020</u>
DEPRECIATION					
At 1 April 2022	309,697	14,937	24,207	142,360	491,201
Charge for year	21,475	1,973	715	30,687	54,850
Eliminated on disposal	-	-	-	-	-
At 31 March 2023	<u>331,172</u>	<u>16,910</u>	<u>24,922</u>	<u>173,047</u>	<u>546,051</u>
NET BOOK VALUE					
At 31 March 2023	<u>742,586</u>	<u>14,462</u>	<u>4,058</u>	<u>59,863</u>	<u>820,969</u>
At 31 March 2022	<u>764,061</u>	<u>16,435</u>	<u>4,773</u>	<u>90,550</u>	<u>875,819</u>

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2023

13. TANGIBLE FIXED ASSETS – continued

Fixed assets, Included In the above, which are held under hire purchase contracts are as follows:

Group and Charity Motor vehicles

	£
COST	
At 1 April 2022	129,670
Additions	-
Disposal	-
Transfer to Ownership	(73,075)
At 31 March 2023	<u>56,595</u>
DEPRECIATION	
At 1 April 2022	105,273
Charge for year	14,149
Eliminated on Disposal	-
Transfer to Ownership	(73,075)
At 31 March 2023	<u>46,347</u>
NET BOOK VALUE	
At 31 March 2023	<u>10,248</u>
At 31 March 2022	<u>24,397</u>

14. FIXED ASSET INVESTMENTS

Shares in group undertakings

	£
MARKET VALUE	
At 1 April 2022 and 31 March 2023	<u>2</u>
NET BOOK VALUE	
At 31 March 2023	<u>2</u>
At 31 March 2022	<u>2</u>

There were no Investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

Remar UK Limited (Registered Number 02861819)

Registered office: 845-847 High Road, Leytonstone, London E11 1HH

Nature of business: Shops trading in the sale of furniture

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2023

14. FIXED ASSET INVESTMENTS - continued

Class of share:	% holding	2023 £	2022 £
2 Ordinary shares of £1 each	100		
Aggregate capital and reserves		3,767	9,845
Profit / (loss) for the year		<u>35,494</u>	<u>(5,470)</u>

Relevant financial information regarding Remar UK Limited is as follows:

	2023 £	2022 £
Turnover	465,261	550,323
Cost of Sales	<u>334,716</u>	<u>479,360</u>
Gross Profit	130,545	70,963
Store Costs	<u>95,051</u>	<u>76,433</u>
Net (Loss)/Profit Before Taxation	35,494	(5,470)
Corporation Tax	-	-
Net Profit After Taxation	35,494	(5,470)
Gift Aid distributions to Remar Association (UK)	<u>41,573</u>	-
Net Outflow from Subsidiary	<u>(6,079)</u>	<u>(5,470)</u>

15. STOCKS

	The Group		The Charity	
	2023 £	2022 £	2023 £	2022 £
Goods for Resale	<u>200,771</u>	<u>190,731</u>	<u>48,460</u>	<u>44,113</u>

All stock is held for primary purpose trading.

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	The Group		The Charity	
	2023 £	2022 £	2023 £	2022 £
Amounts Owed by				
Group Undertakings	-	-	70,210	96,448
Other Debtors	-	4,660	-	4,660
Prepayments	25,908	26,647	25,908	26,646
Trade Debtors	<u>14,052</u>	-	-	-
	<u>39,960</u>	<u>31,307</u>	<u>96,118</u>	<u>127,754</u>

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2023

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	The Group		The Charity	
	2023	2022	2023	2022
	£	£	£	£
Bank Loans and Overdrafts	21,900	20,340	18,746	20,340
Trade Creditors	84,559	46,804	-	4,521
Taxation and Social Security	8,668	5,980	4,882	-
Obligations Relating to Finance Leases and Hire Purchase Contracts	5,496	21,363	5,496	21,363
Other Creditors and Accruals	<u>35,419</u>	<u>29,713</u>	<u>30,763</u>	<u>24,818</u>
	<u>156,042</u>	<u>124,200</u>	<u>59,887</u>	<u>71,042</u>

18. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

Group and Charity	2023	2022
	£	£
Amounts falling due after one year:		
Bank loans (see note 19)	337,198	354,350
Obligations Relating to Finance Leases and Hire Purchase Contracts	-	<u>4,313</u>
	<u>337,198</u>	<u>358,663</u>

19. LOANS

Group and Charity	2023	2022
	£	£
An analysis of the maturity of loans is given below:		
Amounts falling due within one year on demand:		
Bank overdrafts	3,154	-
Bank loans	<u>18,746</u>	<u>20,340</u>
	<u>21,900</u>	<u>20,340</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>18,746</u>	<u>20,340</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>56,237</u>	<u>61,020</u>
Amounts falling due in more than five years:		
Repayable by Instalments:		
Bank loans due in more than 5 years by instalment	<u>262,215</u>	<u>272,990</u>

Remar Association (UK)**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023****20. LEASING AGREEMENTS**

Group and Charity

	Hire purchase contracts	
	2023	2022
	£	£
Net obligations repayable:		
Within one year	5,496	21,363
Between one and five years	-	4,313
	<u>5,496</u>	<u>25,676</u>

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2023	2022
	£	£
Within one year		134,462
Between one and five years	-	-
	<u>-</u>	<u>134,462</u>

21. SECURED DEBTS

The following secured debts are included within creditors:

	2023	2022
	£	£
Bank overdrafts	-	-
Bank loans	355,944	374,690
	<u>355,944</u>	<u>374,690</u>

Bank loans and overdrafts are secured against the freehold property of the parent charitable company.

22. MOVEMENT IN FUNDS

	At 1.4.22	Net movement in funds	At 31.3.23
	£	£	£
Unrestricted funds			
General fund	661,401	(78,344)	583,057
	<u>661,401</u>	<u>(78,344)</u>	<u>583,057</u>
TOTAL FUNDS	<u>661,401</u>	<u>(78,344)</u>	<u>583,057</u>

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2023

22. MOVEMENT IN FUNDS - continued

Net movement In funds, Included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	910,766	989,110	(78,344)
Restricted fund			
Lidl Community Kitchen fund	5,500	5,500	-
B & Q Foundation fund	10,000	10,000	-
	15,500	15,500	-
TOTAL FUNDS	<u>926,266</u>	<u>1,004,610</u>	<u>(78,344)</u>

	At 1.4.21 £	Net movement In funds £	At 31.3.22 £
Unrestricted funds			
General fund	736,056	(74,655)	661,401
TOTAL FUNDS	<u>736,056</u>	<u>(74,655)</u>	<u>661,401</u>

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,236,450	1,311,105	74,655
TOTAL FUNDS	<u>1,236,450</u>	<u>1,311,105</u>	<u>74,655</u>

The Lidl Community Kitchen fund was used to create a long-term benefit in the form of renovations to the community kitchen operating in Radford, Nottingham.

The B & Q foundation fund was utilised for property improvements for those impacted by poverty specifically on the phase one property in Ilkeston.

General fund represents the general funds of charity, which are not designed for particular purposes.

23. Analysis of Group Net Assets Between Funds

	General Funds £	Designated Funds £	Total £
Fund Balances at 31 March 2023 are Represented by:-			
Tangible Fixed Assets	821,475	-	821,475
Current Assets	254,822	-	254,822
Current Liabilities	(156,042)	-	(156,042)
Long Term Liabilities	(337,198)	-	(337,198)
	<u>583,057</u>	<u>-</u>	<u>583,057</u>

Remar Association (UK)

Notes to the Financial Statements – continued for the Year Ended 31 March 2023

24. RELATED PARTY DISCLOSURES

During the trading year the trading subsidiary paid £21,000 (2022: £22,250) for the rental of warehouse space to a company, in which one of the trustees, Mr G Harvey, is a director. The company benefited from the rental transaction, which was paid at less than the normal market rate.

The trading subsidiary paid for purchases and commission amounting to £69,831 (2022: £214,268) to another related party subject to joint control or significant influence over the company. As at 31 March 2023 there remained £84,559 (2022: £42,284) due to this other entity.

The trading subsidiary made sales of goods amounting to £17,052 (2022: £nil) to another related party subject to joint control or significant influence over the company. As at 31 March 2023 there remained £14,052 (2022: £nil) due from this other entity.

During the year, the charity received donations of £6,083 (2022: £nil) from Mr J Munt, the general manager of Remar Association (UK) and a member of the key management personnel.

25. EX-GRATIA PAYMENTS

No ex-gratia payments have been made in the current year (2022: £1,500). The amount in the prior year related to risk management services undertaken on behalf of the charity.

26. OTHER FINANCIAL COMMITMENTS

At the year end the company has financial commitments amounting to £nil (2022: £nil).

27. ULTIMATE CONTROLLING PARTY

The Trustees are responsible for the overall management and control of the Charity.

28. CONTINGENT ASSETS

The Charity has been the recipient of a legacy on the settlement of an estate. The estate has an estimated value to the Charity of £203,207 following the settlement of any liabilities. There is a degree of uncertainty whether the settlement of the estate will be subject to challenge which may impact on the expected receipt and valuation of the legacy for the charity. Due to this uncertainty, no provisions for the asset has been made within the financial statements.

Remar Association (UK)**Detailed Statement of Financial Activities
for the Year Ended 31 March 2023**

	2023 £	2022 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	73,176	123,624
Government grants	-	33,500
Other grants	15,500	4,300
Other trading activities		
Shop income	836,840	1,073,565
Investments		
Rent received	750	915
Other income		
Insurance claim	-	546
Wayleave Income	-	-
Total Incoming resources	<u>926,266</u>	<u>1,236,450</u>
EXPENDITURE		
Raising Funds		
Fundraising Costs	-	-
Charitable activities		
Food	59,976	119,079
Grants to Institutions	91,770	131,350
	<u>151,746</u>	<u>250,429</u>
Support costs		
Management		
Rates and water	29,251	19,362
Insurance	31,034	29,640
Light and heat	32,613	25,259
Telephone	11,040	7,942
Postage and stationery	489	1,205
Advertising	-	989
Sundries	1,335	2,620
Repairs and renewals	29,673	101,331
Rent	150,455	155,615
Purchases and carriage	317,679	455,248
Commission paid to Remar Spain	12,690	25,725
Commission paid on sales	10,745	-
Motor and travelling	105,826	90,271
Legal fees	4,615	27,765
Depreciation - Freehold property	21,475	21,475
- Improvements to property	1,973	1,973
- Fixtures and fittings	804	946
- Motor vehicles	30,687	46,160
Carried forward	<u>792,384</u>	<u>1,013,526</u>

Remar Association (UK)**Detailed Statement of Financial Activities
for the Year Ended 31 March 2023**

	2023 £	2022 £
Management		
Brought forward	792,384	1,013,526
Profit on Disposal	-	(1,407)
Bank Interest and charges	6,359	7,686
Bank loan Interest	24,731	18,083
Hire purchase	<u>2,855</u>	<u>3,787</u>
	826,329	1,041,675
Governance costs		
Auditors' remuneration	26,535	13,000
Auditors' remuneration for non audit work	<u>-</u>	<u>6,001</u>
	26,535	19,001
Total resources expended	1,004,610	1,311,105
Net (expenditure)/income	<u>(78,344)</u>	<u>(74,655)</u>

REMAR ASSOCIATION (UK)

England & Wales - Charity number 1010448

Accounts

REGISTERED COMPANY NUMBER: 02701445 (England and Wales)
REGISTERED CHARITY NUMBER: 1010448
SCOTTISH CHARITY NUMBER: SCO38887

**Report of the Trustees and
Financial Statements for the Year Ended**

**31 March 2022
for
Remar Association (UK)**

Mabe Allen LLP
Chartered Accountants
Statutory Auditors
50 Osmaston Road
Derby
DE1 2HU

Remar Association (UK)

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Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2022

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2022. The trustees have adopted the provisions of 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).

Basis and Values

Remar Association (UK) is a charity whose inspiration and values derive from the Christian faith. These values, enriched and shared by many people of other faiths and philosophies, provide the basis of the work with persons affected by drug addiction and alcoholism, and with their families and dependents.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of Remar Association (UK) as amended by a Special Resolution dated 17 July 2003 and as defined by the Memorandum of Association are:-

- i) to relieve in any part of the World suffering from poverty and/or sickness particularly among persons affected by solvent abuse, drug addiction and/or alcoholism and to restore and rehabilitate such persons and to relieve the suffering of parents, spouses, partners, children (including orphaned and abandoned) of such affected persons; to educate the public and persons affected by solvent abuse, drug addiction and alcoholism and in danger of solvent, drugs and alcohol addiction in such manner as the directors think fit.
- ii) to relieve in any part of the World poverty, deprivation and distress among persons of any age or race including without limit assistance directly or indirectly for places of education and care of the sick.
- iii) the care, re-settlement and rehabilitation of offenders and their families and dependants in any part of the World.
- iv) the advancement of the Christian faith.

Significant activities

The current focus of Remar Association (UK)'s work is based upon four main pillars:-

- i) To raise awareness of the Christian faith through evangelism.
- ii) To instill discipleship in the Christian faith.
- iii) To undertake Christian social work, the practical expression of which is in assistance to persons affected by solvent abuse, drug addiction and/or alcoholism, ex-offenders, the relatives of such affected persons and also in financial and material support for the Christian social work of Remar in other parts of the world, including help to orphaned and abandoned children.
- iv) To raise funds, particularly through its own Christian business enterprises, to support its activities.

The following are some of the main activities and developments in the different areas over the past year: -

Evangelism

We have been doing evangelistic work on the streets of central London and people have come to our centres directly as a result of this activity, also evangelising once a week in Glasgow (Scotland).

Discipleship

The general work of discipleship continues amongst those beneficiaries who, once their lives have been fully restored, decide to stay on as volunteer Christian workers. This is mainly practical training, carried on in the day-to-day routine of each house.

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2022

OBJECTIVES AND ACTIVITIES

Significant activities - continued

Social Work

We wish to continue to refer people from the United Kingdom with problems of drug and alcohol addiction to the Spanish Remar centres. Others contact Remar Spain directly for help with their problems.

We have also been able to continue with our financial programme of gifts and donations to Remar centres in other parts of the world, as shown in the financial report.

Christian Business Enterprises

We continue to generate the majority of our funds from the profits made by our Charity Shops and online sales which sell new and second-hand donated furniture, clothing & bric-a-brac, and with a percentage of activity undertaken by our subsidiary trading company, Remar UK Limited. These shops are functioning in four different towns or cities (2021: four) at present and continue to be a financial success.

Public benefit

Under the Charities Act 2011, charities are required to demonstrate that their aims are for the public benefit. The two key principles which must be met in this context are, first, that there must be an identifiable benefit or benefits; and, secondly, that the benefit must be to the public, or a section of the public. Charity Trustees must ensure that they carry out their charity's aims for the public benefit, must have regard to the Charity Commission's and the Office of the Scottish Charity Regulator's guidance, and must report on public benefit in their Annual Report.

Remar Association (UK)'s Board of Trustees regularly monitors and reviews the success of the organization in meeting its key objectives of helping people suffering from poverty, sickness and affected by drug addiction and alcoholism. The Trustees confirm, in the light of the guidance, that these aims fully meet the public benefit test and that all the activities of the Charity, described in this report under its current focus, are undertaken in pursuit of its aims.

Grant Making

Decisions on making grants are taken by the Trustees and are normally made to Remar Spain for distribution to other Remar organisations around the world (see Note 7) based on where the need is greatest.

Volunteers

The voluntary workers include drug-addicts and alcoholics in rehabilitation, addicts already rehabilitated and individuals dedicating themselves full time to the work of the Charity. These individuals live in the various properties rented by or belonging to the Charity and have their needs provided by the Charity. The Trustees consider it very important that those who no longer have problems of addiction live alongside those who arrive as drug addicts and alcoholics, so that they can care for them twenty-four hours a day.

The Trustees wish to thank those many volunteers who give their time to the various projects. In total this represents hours of work which cannot possibly be valued, but without which Remar Association (UK) would not exist.

FINANCIAL REVIEW

Financial position

The last financial year has seen the Charity develop and consolidate its services.

The Consolidated Balance Sheet indicates that at 31 March 2022 the total funds of the group were £661,401 (2021: £736,056) This was represented by tangible fixed assets of £876,414 (2021: £875,325) and net current assets of £143,650 (2021: £258,260), with a further £358,663 (2021: £397,529) liabilities due after more than one year. The liabilities include the outstanding balance of £374,690 (2021: £395,030) due on bank loans. Unrestricted funds of £661,401 (2021: £736,056) represents the reserves available to the group to fulfil the Charity's existing commitments over the long term and also to finance the expected growth in activity.

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2022

FINANCIAL REVIEW

Financial position - continued

The Consolidated Statement of Financial Activities indicates that total resources expended for the year ended 31 March 2022 was £1,311,105 (2021: £1,137,486) with total income generated of £1,236,450 (2021: £1,405,568). The existence and operation of charity shops by the Charity provides a substantial base for the future with six shops (2021: six) in operation at the year end.

Resettlement and care expenditure at a cost of £306,036 (2021: £265,398) continued to be a significant part of the Charity's activities. During the year Fareshare provided the charity food with a fair value of £113,777 (2021: £144,280) for distribution to the beneficiaries of the charity.

The Trustees will progress the strategy to develop and grow the Charity. The Trustees are confident that they are well placed to fulfil the objectives of the Charity into the future.

Trading Activities

The results of Remar UK Limited, the wholly owned subsidiary company of the charity are summarised in Note 14 of the Financial Statements.

Although the wholly-owned subsidiary made a loss in the current year it remains committed to making donations transferring profits (2021: £55,246) to the Charity. The Directors of the subsidiary who are also Trustees of the charity are J. M. Diez-Alvarez, G.W Harvey, C. P. Smyth and J. Blatch.

Reserves policy

No target is set by the Trustees for the level of general reserves. The Charity's policy in this matter is to have no level set for reserves. However, in order to cover any unexpected eventuality, Remar Association (UK) has a written statement from Remar International declaring that, should the need arise, further financial support could be obtained from the other members of the network of charities which exist under the Remar umbrella. The Trustees have adopted this kind of reserves policy because they believe that all available resources should be fully dedicated to the objectives of the Charity, particularly since the needs are of such an urgent nature. All resources are expended as received and the level of activities in furtherance of the Charity's objectives is dependent upon the continued flow of incoming resources.

At 31 March 2022 the unrestricted reserves of the Charity amounted to £661,401 (2021: £736,056).

The unrestricted reserves going forward should help to finance the interest on the bank loans which exists.

The amount of funds that can only be realised by disposing of tangible fixed assets amounted to £476,048 as at 31 March 2022 (2021: £430,304). After making allowance for funds that can only be realised by disposing of tangible fixed assets the free reserves of the charity are £185,353 (2021: £305,752).

Financial and risk management objectives and policies

Financial

Funds surplus to requirement to the running of the UK operation are transferred to Remar International where they are used exclusively for the social work in the developing world and in particular to assist our work with orphaned and abandoned children. Allocation of funds is made by a Committee which sits once a month. The Committee is chaired by Miguel Diez.

Restoration of Lives

Supervision of those persons undergoing rehabilitation is undertaken by monitors who live twenty-four hours a day with those in rehabilitation. Monitors are persons who are judged by the General Manager as responsible and capable of assisting others.

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2022

FINANCIAL REVIEW

Teaching and Training

At a national and local level, monitors are constantly being taught, evaluated and encouraged by Joaquin Munt, the General Manager, who is also a Pastor in the Body of Christ Church and has over 20 years' experience in rehabilitation of drug and alcohol addicts and is supported by Pastor Luis Martinez and Pastor Rui Viana. At an international level, regular courses are held in Madrid.

The major risks to which the Charity is exposed, as identified by the Trustees, have been reviewed and systems have been established to mitigate those risks.

In the current year the Trustees have engaged a firm of solicitors with experience of acting on behalf of charities developed relevant policies and procedures which are fit for purpose, in particular, advising the Charity regarding development of a suitable safeguarding policy to ensure it meets the necessary legal and practical requirements of the Charity.

Changes in Fixed Assets

The movements in fixed assets during the year are set out in the notes to the Financial Statements.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Remar Association (UK) is a Registered Charity (number 1010448 for England and Wales and SCO38887 for Scotland) and a company Limited by guarantee (number 02701445) which was set up on the 27 March 1992. Its governing instrument is the Memorandum and Articles of Association which were issued at that date.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Recruitment and appointment of new trustees

A panel comprising existing Trustees selects members to join the Trustee board. After an appropriate period of observation and enquiry to assess suitability new Trustees undergo an orientation to brief them on their legal obligations under charity and company law, content of the Memorandum and Articles of Association, the board of Trustees and decision-making processes and recent financial performance of the Charity. The Trustees retire by rotation with the longest serving director, if willing to act, offering himself for re-election at the Annual General Meeting.

Organisational structure

Remar Association (UK) operates as an independent charity, although it is in contact with the network of charities under the Remar umbrella, an International Christian Outreach Ministry. In addition, there exists a wholly owned subsidiary company, Remar UK Limited, which has previously undertaken to make a covenanted donation within the meaning of the Corporation Tax Act 2010 Section 189.

The Trustees are responsible for the overall management and control of the Charity and receive reports from the General Manager Joaquin Munt.

Responsibility for operational activities lies in the hands of the General Manager, who is supported by other volunteers.

The Trustees have overall responsibility for ensuring that the Charity has appropriate systems of control, financial or otherwise.

Remar Association (UK)

**Report of the Trustees
for the Year Ended 31 March 2022**

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

02701445 (England and Wales)

Registered Charity number

1010448

Scottish Charity Number

SCO 38887

Registered office

845-847 High Road

Leytonstone

London E11 1HH

Trustees

J Blatch

MR J. M. Diez-Alvarez

G W Harvey

C. P. Smyth

Company Secretary

A Ipgrave

Auditors

Mabe Allen LLP

Chartered Accountants

Statutory Auditors

50 Osmaston Road

Derby DE1 2HU

Bankers

Lloyds TSB Bank Plc

Market Square House

Old Market Square

Nottingham NG1 6FD

Solicitors

Geldards

Number One Pride Place

Pride Park

Derby DE24 8QR

Remar Association (UK)

Report of the Trustees for the Year Ended 31 March 2022

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Remar Association (UK) for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DISCLOSURE OF INFORMATION TO THE AUDITORS

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Mabe Allen LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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

Approved by order of the board of trustees on 17/12/2022 and signed on its behalf by:


G W Harvey - Trustee

Remar Association (UK)

Independent Auditor's Report to the Members and Trustees of Remar Association (UK)

Qualified Opinion

We have audited the financial statements of Remar Association (UK) (the 'parent charitable company') and its subsidiary (the 'group') for the year ended 31 March 2022 which comprise of the Group Consolidated Statement of Financial Activities, the Group Summary Income and Expenditure Account, the Group Consolidated and Parent Charitable Company Balance Sheet, the Group Consolidated Cash Flow Statement and notes to the financial statements 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 Financial Reporting Standard 102 *The Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, except for the possible effects of the matter described in the basis for qualified opinion section of our report, the financial statements:

- give a true and fair view of the state of the group's and parent charitable company's affairs as at 31 March 2022, and of the group's and parent charitable company's incoming resources and application of resources, including the group's parent charitable company's income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006.

Basis for qualified opinion

We were unable to observe the counting of physical inventories at the start of the year due to the travel restrictions imposed by the UK government at the time in order to stop the spread of the coronavirus pandemic. We were unable to satisfy ourselves by alternative means concerning the inventory quantities held at the 31 March 2021, which are included in the balance sheet at £140,665, by using other audit procedures. Consequently, we were unable to determine whether any adjustment to these amounts were necessary.

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 financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the 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 directors' 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 doubt on the company'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 directors with respect to going concern are described in the relevant sections of this report.

Our opinion is not modified in respect of this matter.

Remar Association (UK)

Independent Auditor's Report to the Members and Trustees of Remar Association (UK) - continued

Other Information

The trustees are responsible for the other information. The other information comprises the information included in the report of the trustees, other than the financial statements and our auditor's report thereon.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the 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 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.

As described in the basis for qualified opinion section of our report, we were unable to satisfy ourselves concerning the inventory quantities of £140,665 held at 31 March 2021. We have concluded that where the other information refers to the inventory balance or related balances such as cost of sales, it may be materially misstated for the same reason.

Opinions on other matters prescribed by the Companies Act 2006

Except for the possible effects of the matter described in the basis for qualified opinion section of our report, in our opinion, based on the work undertaken in the course of the audit:

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

Matters on which we are required to report by exception

Except for the matter described in the basis for qualified opinion section of our report, in the light of our knowledge and understanding of the group and parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

Arising solely from the limitation on the scope of our work relating to inventory, referred to above:

- we have not obtained all the information and explanations we considered necessary for the purpose of our audit; and
- we were unable to determine whether adequate accounting records have been kept.

Remar Association (UK)

Independent Auditor's Report to the Members and Trustees of Remar Association (UK) - continued

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 require us to report to you if, in our opinion:

- returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- the trustees were not entitled to prepare the 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.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 6 the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the 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 financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group's and parent charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts.

Our objectives are to obtain reasonable assurance about whether the 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 financial statements.

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

Extent to which the audit was considered capable of detecting fraud

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- The nature of the industry and sector, control environment and business performance including targets for income and net profit;

Remar Association (UK)

Independent Auditor's Report to the Members and Trustees of Remar Association (UK) - continued

- Results of our enquiries of management and the trustees about their own identification and assessment of the risks of irregularities;
- Any matters we identified having obtained and reviewed the company's documentation of their policies and procedures relating to:
 - Identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance, including any related to the General Data Protection Regulations or Bribery Act 2010.
 - Detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - The internal controls to mitigate risks of fraud or non-compliance with laws and regulations;
 - The matters discussed among the audit engagement team include how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the charity for fraud and identified the greatest potential for fraud in the ability of management to manipulate revenue recognition. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the charity operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included in Section 44(1c) of the Charities and Trustees Investment (Scotland) Act 2005 the Companies Act 2006 and the Financial Reporting Standard 102.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty. These include The General Data Protection Regulations, the Bribery Act 2010 and Health and Safety policies.

Audit Response to Risks Identified

Our procedures to respond to risks identified above include the following:

- Reviewing the financial statements disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- Enquiring of management and directors concerning actual and potential litigation and claims;
- Obtaining third party confirmation of material bank balances;
- Documenting and verifying all significant related party balances and transactions;
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- Reading minutes to meetings of those charged with governance and reviewing relevant correspondence from regulatory bodies.

Remar Association (UK)

Independent Auditor's Report to the Members and Trustees of Remar Association (UK) - continued

- in addressing the fraud risk in revenue recognition we have tested a sample of revenue recorded in the year through agreement to the relevant documentation and bank statements. Additionally, at an analytical review level, we developed an expectation of the revenue with reference to our experience of the client and discussions on the recognition and volatility of revenue in the year; and

- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remain alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of Auditors.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, 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 charitable company's members and trustees 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 charitable company, the charitable company's members as a body and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



David John Allen BA FCA (Senior Statutory Auditor)
for and on behalf of Mabe Allen LLP
Chartered Accountants
Statutory Auditors
50 Osmaston Road
Derby
DE1 2HU

Date: 17/12/2022.....

Mabe Allen LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

Remar Association (UK)

Consolidated Statement of Financial Activities (Including Income and Expenditure Account) for the Year Ended 31 March 2022

	Notes	Unrestricted fund £	Restricted fund £	Total funds 2022 £	Total funds 2021 £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	161,424	-	161,424	483,399
Charitable activities	3	1,073,565	-	1,073,565	918,700
Investments	4	915	-	915	750
Other	5	<u>546</u>	<u>-</u>	<u>546</u>	<u>2,719</u>
Total		<u>1,236,450</u>	<u>-</u>	<u>1,236,450</u>	<u>1,405,568</u>
EXPENDITURE ON					
Raising funds	6	-	-	-	-
Charitable activities					
Resettlement and Care Expenditure		306,036	-	327,258	265,398
Donations to Other Organisations	7	131,350	-	131,350	163,139
Primary Purpose Trading costs		<u>873,719</u>	<u>-</u>	<u>852,497</u>	<u>708,949</u>
Total	8	<u>1,311,105</u>	<u>-</u>	<u>1,311,105</u>	<u>1,137,486</u>
NET (EXPENDITURE)/INCOME		(74,655)	-	(74,655)	268,082
RECONCILIATION OF FUNDS					
Total funds brought forward		736,056	-	736,056	467,974
TOTAL FUNDS CARRIED FORWARD		<u>661,401</u>	<u>-</u>	<u>661,401</u>	<u>736,056</u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The annexed notes form part of these financial statements

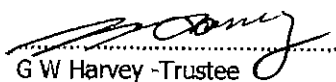
Remar Association (UK) (registered number: 02701445)

**Consolidated Balance Sheet
At 31 March 2022**

	Notes	Unrestricted fund £	Restricted fund £	Total funds 2022 £	Total funds 2021 £
FIXED ASSETS					
Tangible assets	13	<u>876,414</u>	-	<u>876,414</u>	<u>875,325</u>
CURRENT ASSETS					
Stocks	15	190,731	-	190,731	140,665
Debtors	16	31,307	-	31,307	11,068
Cash at bank and in hand		<u>45,812</u>	-	<u>45,812</u>	<u>228,923</u>
		267,850	-	267,850	380,656
CREDITORS					
Amounts falling due within one year	17	<u>124,200</u>	-	<u>124,200</u>	<u>122,396</u>
NET CURRENT ASSETS		<u>143,650</u>	-	<u>143,650</u>	<u>258,260</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,020,064	-	1,020,064	1,133,585
CREDITORS					
Amounts falling due after more than one year	18	<u>358,663</u>	-	<u>358,663</u>	<u>397,529</u>
NET ASSETS		<u>661,401</u>	-	<u>661,401</u>	<u>736,056</u>
FUNDS	22				
Unrestricted funds				661,401	736,056
Restricted funds				-	-
TOTAL FUNDS				<u>661,401</u>	<u>736,056</u>

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

The financial statements were approved by the Board of Trustees on 17/12/2022 and were signed on its behalf by:


G W Harvey -Trustee

The annexed notes form part of these financial statements

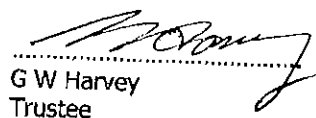
Remar Association (UK) (Registered number: 02701445)

**Company Balance Sheet
At 31 March 2022**

	Notes	2022 £	2021 £
FIXED ASSETS			
Tangible assets	13		
Investments	14	875,819	874,625
		<u>2</u>	<u>2</u>
		875,821	874,627
CURRENT ASSETS			
Stocks	15	44,113	45,726
Debtors	16	127,754	135,731
Cash at bank and In hand		<u>33,574</u>	<u>149,990</u>
		205,441	331,447
CREDITORS			
Amounts falling due within one year	17	<u>71,042</u>	<u>87,803</u>
NET CURRENT ASSETS		<u>134,398</u>	<u>243,644</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,010,220	1,118,271
CREDITORS			
Amounts falling due after more than one year	18	<u>358,663</u>	<u>397,529</u>
NET ASSETS		<u>651,557</u>	<u>720,742</u>
RESERVES			
Unrestricted Funds		<u>651,557</u>	<u>720,742</u>
		<u>651,557</u>	<u>720,742</u>

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Trustees on 17/12/2022 and were signed on its behalf by:


G W Harvey
Trustee

The annexed notes form part of these financial statements

Remar Association (UK)**Consolidated Cash Flow Statement
for the Year Ended 31 March 2022**

	Notes	2022 £	2021 £
Cash flows from operating activities:			
Cash (used in)/generated from operations	1	(84,148)	71,027
Loan interest paid		(18,083)	(18,772)
Interest element of hire purchase and finance lease rental payments		<u>(3,787)</u>	<u>(3,584)</u>
Net cash (used in)/provided by operating activities		<u>(106,018)</u>	<u>48,671</u>
Cash flows from investing activities:			
Purchase of tangible fixed assets		(71,645)	(66,495)
Sale of tangible fixed assets		<u>1,407</u>	<u>22,556</u>
Net cash (used in) investing activities		<u>(70,238)</u>	<u>(43,939)</u>
Cash flows from financing activities:			
Loan repayments in year		(20,340)	(19,390)
Capital repayments in year		(24,315)	(21,607)
Receipts from government grants		33,500	284,729
Receipts from other grants		<u>4,300</u>	<u>-</u>
Net cash (used in)/provided by financing activities		<u>(6,855)</u>	<u>243,732</u>
Change in cash and cash equivalents in the reporting period		(183,111)	248,464
Cash and cash equivalents at the beginning of the reporting period	2	228,923	(19,541)
Cash and cash equivalents at the end of the reporting period	2	<u>45,812</u>	<u>228,923</u>

The annexed notes form part of these financial statements

Remar Association (UK)

Notes to the Consolidated Cash Flow Statement for the Year Ended 31 March 2022

1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022 £	2021 £
Net (expenditure)/income for the reporting period (as per the statement of financial activities)	(74,655)	268,082
Adjustments for:		
Depreciation charges	70,556	59,737
(Profit) on disposal of fixed assets	(1,407)	(8,383)
Government grants	(33,500)	(284,729)
Other grants	(4,300)	-
Loan interest paid	18,083	18,772
Interest element of hire purchase and finance lease rental payments	3,787	3,584
(Increase)/decrease in stocks	(50,066)	5,491
(Increase) in debtors	(20,239)	(4,415)
Increase in creditors	7,593	12,888
Net cash (used)/provided by operating activities	<u>(84,148)</u>	<u>71,027</u>

2. ANALYSIS OF CASH AND CASH EQUIVALENTS

The amount disclosed in the Cash Flow Statement in respect of cash and cash equivalent are in respect of these Balance Sheet amounts:

	2022 £	2021 £
Cash in hand	3,819	2,638
Notice deposits (less than 3 months)	41,993	226,285
Overdrafts included in bank loans and overdrafts falling due within one year	-	-
Total cash and cash equivalents	<u>45,812</u>	<u>228,923</u>

3. ANALYSIS OF CHANGES IN NET DEBT

	At 31.3.21 £	Cashflow £	At 31.3.22 £
Net Cash			
Cash at bank and in hand	<u>228,923</u>	<u>183,111</u>	<u>45,812</u>
Debt			
Finance leases	(49,991)	24,315	(25,676)
Debtors falling due within 1 year	(19,390)	(950)	(20,340)
Debtors falling due after 1 year	<u>(375,640)</u>	<u>21,290</u>	<u>(354,350)</u>
	<u>(445,021)</u>	<u>44,655</u>	<u>(400,366)</u>
Total	<u>(216,098)</u>	<u>138,456</u>	<u>(354,554)</u>

The annexed notes form part of these financial statements

Remar Association (UK)

Notes to the Financial Statements for the Year Ended 31 March 2022

1. ACCOUNTING POLICIES

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

Basis of preparing the financial statements

Remar Association (UK) is a public benefit entity as defined under Financial Reporting Standard 102. The financial statements have been prepared in accordance with the Companies Act 2006, the Charities and Trustees Investment(Scotland) Act 2005 and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 (as updated through Update Bulletin 1 published on 2 February 2016).

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

The trustees have prepared the financial statements on the going concern basis which assumes that the group and parent charitable company will continue to trade for the foreseeable future. The validity of the assumption is based on the trustees' assessment of future cash forecasts and revenue projections and for the reasons set out below.

Coronavirus

As at the date of approving these financial statements, the impact of COVID-19 on the group and parent charitable company's trading is continually being assessed and subject to review. The vaccination programme has led to the relaxation of governmental restrictions on businesses opening and the ability of citizens to move freely which will improve the outlook for the business.

The group has also sought to develop its online offering and increase its sales via the internet which has been successful.

Basis of Consolidation

Consolidated Financial Statements have been prepared in respect of the Charitable Company and its wholly owned subsidiary, Remar UK Limited in accordance with section 398 of the Companies Act 2006 and the requirements of the SORP (FRS 102). The income and expenditure of Remar UK Limited have been consolidated into the Statement of Financial Activities (SOFA) on a line by line basis.

Company Status

The Charity is a private Company Limited by Guarantee, registered in England and Wales. The members of the Company are the Trustees named on page 5. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the Charity.

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

1. ACCOUNTING POLICIES - continued

Critical accounting judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgments, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates. The following judgements have had the most significant effect on amounts recognised in the financial statements:-

Coronavirus

The full impact of the coronavirus is still to be determined and the trustees continue to assess and monitor the potential risks and impacts on the group and parent charitable company's customers and major stakeholders, whilst taking appropriate mitigation measures to address challenges including logistics, availability of volunteers and supply.

Valuation of stock

The trustees review management's judgements in assessing the required level of stock and provisioning and concluded that the method of estimating the carrying value of stock remains appropriate, and that the level of provisioning is appropriate.

Income

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

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure

No amount is included in the financial statements for volunteer time in line with the SORP (FRS 102). Further detail is given in the Trustees' Annual Report.

Where practicable, gifts in kind donated for distribution to the beneficiaries of the charity are included in stock and donations in the financial statements upon receipt. If it is impracticable to assess the fair value at receipt or if the costs to undertake such a valuation outweigh any benefits, then the fair value is recognised as a component of donations when it is distributed and an equivalent amount recognised as charitable expenditure.

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

1. ACCOUNTING POLICIES - continued

Income - continued

Gifts in kind donated for resale are included at fair value, being the expected proceeds from sale less the costs of sale. Where estimating the fair value is practicable upon receipt it is recognised in stock. Upon sale, the value of the stock is charged against 'Income from primary purpose trading' and the proceeds are recognised as 'Income from primary purpose trading'. Where it is impracticable to fair value the items due to the volume of low value items, they are not recognised in the financial statements until they are sold. This income is recognised within 'Income from primary purposes trading'.

Income from primary purpose trading includes income earned by the trading subsidiary in undertaking trading activities which assist in the reintegration into society of the charity beneficiaries and to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and meet the objectives of the charity and is recognised when entitlement has occurred.

Income from grants is recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Expenditure is categorized under the following headings:

- Costs of raising funds includes the costs of contracting with agents to raise funds on behalf of the charity;
- Expenditure on charitable activities includes costs of resettlement and care, donations to other Remar Organizations and primary purpose trading costs.

Irrecoverable VAT is charged as an expense against the activity for which the expenditure arose.

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure. The grant is only accrued when any unfulfilled conditions are outside of the control of the charity.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 2% on cost
Improvements to property	- Over period of lease
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

1. ACCOUNTING POLICIES - continued

Tangible fixed assets - continued

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the assets, and is credited or charged to profit and loss.

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Stocks

Stocks are stated 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 stock to its present location and condition. Cost is calculated using the first-in, first-out formula. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

Donated stocks are fair valued as described in 'Income' above.

Taxation

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

Hire purchase and leasing commitments

Assets acquired under finance leases are capitalised and depreciated over the shorter of the lease term and the expected useful life of the asset. Minimum lease payments are apportioned between the finance charge and the reduction of the outstanding lease liability using the effective interest method. The related obligations, net of future finance charges, are included in creditors.

Donated goods

Donated stocks are fair valued as described under the Income Recognition Section above. The only exception to this accounting policy is where the trustees consider it impractical to fair value the gifts in kind donated for resale because of the volume of low value items received and where there is an absence of detailed stock control systems or records.

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

1. ACCOUNTING POLICIES – continued

Fund accounting

General funds are unrestricted funds which can be used in accordance with the charitable objectives at the discretion of the trustees and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the Financial Statements.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. The cost of raising and administering such funds are charged against the specific fund.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Foreign currencies

Foreign currency transactions are initially recognised by applying to the foreign currency amount the spot exchange rate between the functional currency and the foreign currency at the date of the transaction.

Monetary assets and liabilities denominated in a foreign currency at the balance sheet date are translated at the closing rate.

Investment in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Fund - raising costs

Fund-raising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities.

Debtors and creditors receivable/payable within one year

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

Loans and borrowings

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment. If an arrangement constitutes a finance transaction it is measured at present value.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts.

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in profit or loss unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

Provisions

Provisions are recognised when the charity has an obligation at the balance sheet date as a result of a past event, it is probable that an outflow of economic benefits will be required in settlement and the amount can be reliably estimated.

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

2. DONATIONS AND LEGACIES

	Unrestricted Funds	Total Funds 2022
	£	£
Donations:		
The DCI Trust	1,000	1,000
Neighbourly	800	800
Local Giving	2,500	2,500
Arnold Clarke	1,000	1,000
The Fifty Fund	1,200	1,200
Donated Food for Distribution - Fareshare	113,777	113,777
Covid Support Grants	33,500	33,500
Individuals	<u>7,647</u>	<u>7,647</u>
	<u>161,424</u>	<u>161,424</u>
	Unrestricted Funds	Total Funds 2021
	£	£
Donations:		
The Jones Charitable Trust	3,000	3,000
Sir John Eastwood Foundation	2,000	2,000
Body of Christ Church	373	373
Donated Food for Distribution - Fareshare	144,280	144,280
Covid Support Grants	284,729	284,729
Individuals	<u>49,017</u>	<u>49,017</u>
	<u>483,399</u>	<u>483,399</u>

Donations and legacies were attributable to unrestricted funds.

3. CHARITABLE ACTIVITIES

	2022	2021
	£	£
Primary Purpose Trading - Shop income	<u>1,073,565</u>	<u>918,700</u>

4. INCOME FROM INVESTMENTS

	2022	2021
	£	£
Rental Income	<u>915</u>	<u>750</u>

Income from investments was attributable to unrestricted funds.

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

5. OTHER INCOME

	2022 £	2021 £
Wayleave Income	-	2,000
Insurance Claim	<u>546</u>	<u>719</u>
	<u>546</u>	<u>2,719</u>

Other income was attributable to unrestricted funds.

6. RAISING FUNDS

Raising donations and legacies

	2022 £	2021 £
Support costs	<u>-</u>	<u>-</u>

Costs of raising funds includes consultancy fees to raise funds on behalf of the charity.

7. GRANTS PAYABLE

	2022 £	2021 £
Donations to organisations	<u>131,350</u>	<u>163,139</u>

The total grants paid to institutions during the year was as follows:

	2022 £	2021 £
Remar- Spain	129,190	142,500
Remar Recovery Home - Ireland	-	18,479
Gift Africa	<u>2,160</u>	<u>2,160</u>
	<u>131,350</u>	<u>163,139</u>

The charity has awarded grants to a number of institutions in furtherance of its charitable activities.

Contributions made to other Remar Organizations are towards the purchase and running costs of both first phase and second phase drug rehabilitation centres (see Trustees' Report).

Recipients of grants to institutions:

The recipients of grants in the current year and previous year and the use to which the grants were put are as follows:

Gift Africa – assist with Rehabilitation Centre costs (2021: Assist with Rehabilitation Centre).

Remar Spain – For central allocation and distribution to other Remar organisations.

Remar Recovery Home Ireland – donation of vehicle purchased on behalf of organisation.

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

8. TOTAL RESOURCES EXPENDED

	Basis of Allocation	Resettlement and Care Expenditure £	Donations to other Remar Organisations £	Primary Trading Costs £	Governance Costs £	2022 Total £	2021 Total £
Costs directly allocated to activities							
Food	Direct	119,079	-	-	-	119,079	147,680
Purchases and Carriage	Direct	-	-	455,248	-	455,248	388,220
Commission Paid to Remar Spain	Direct	-	-	25,725	-	25,725	10,023
Grant funding of Activities							
Donations	Direct	-	131,350	-	-	131,350	163,139
Support Costs Allocated to Activities							
Rent	Direct	10,200	-	145,415	-	155,615	124,930
Water rates	Direct	(1,641)	-	4,850	-	3,209	8,366
Insurance	Direct	-	-	29,640	-	29,640	30,716
Heat and Light	Direct	10,347	-	14,912	-	25,259	29,176
Rates – Non Domestic	Direct	310	-	6,125	-	6,435	1,823
Council Tax	Direct	9,439	-	281	-	9,720	7,495
Telephone	Time apportionment	2,647	-	5,294	-	7,941	6,154
Publicity, Printing and Stationery	Direct	-	-	1,205	-	1,205	868
Advertising	Direct	-	-	989	-	989	-
Motor and Travelling Expenses	Time apportionment	25,457	-	64,814	-	90,271	85,224
Repairs and Renewals	Direct	76,828	-	24,503	-	101,331	30,585
Sundries	Direct	-	-	2,620	-	2,620	2,524
Audit and Accountancy	Direct	-	-	-	19,001	19,001	18,806
Legal and Professional Fees	Direct	-	-	6,265	21,500	27,765	2,230
Bank Charges and Interest	Direct	-	-	7,686	-	7,686	5,818
Bank Loan Charges and Interest	Direct	18,083	-	-	-	18,083	18,772
Hire Purchase and Finance Charge	Direct	-	-	3,787	-	3,787	3,584
Depreciation							
- Land and Buildings	Direct	21,475	-	-	-	21,475	21,475
- Leasehold Improvements	Direct	300	-	1,673	-	1,973	1,973
- Fixtures and Equipment	Direct	30	-	885	31	946	426
- Motor Vehicles	Direct	13,482	-	32,677	-	46,159	35,862
Profit on Disposal	Direct	-	-	(1,407)	-	(1,407)	(8,383)
		<u>306,036</u>	<u>131,350</u>	<u>833,187</u>	<u>40,532</u>	<u>1,311,105</u>	<u>1,137,486</u>

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

9. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2022 £	2021 £
Auditors' remuneration	15,401	15,219
The auditing of accounts of any associate of the charity	3,600	3,600
Depreciation - owned assets	46,446	30,695
Depreciation - assets on hire purchase contracts and finance leases	24,109	29,042
(Profit) on disposal of fixed asset	<u>(1,407)</u>	<u>(8,383)</u>

10. TRUSTEES' AND KEY MANAGEMENT PERSONNEL REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

Mr J Munt, the charity's general manager is a member of the key management personnel. Mr Munt and his family reside in a freehold property within the Remar Community with other beneficiaries of the charity.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2022 or for the year ended 31 March 2021.

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	483,399	-	483,399
Other trading activities	918,700	-	918,700
Investments	750	-	750
Other	<u>2,719</u>	<u>-</u>	<u>2,719</u>
Total	<u>1,405,568</u>	<u>-</u>	<u>1,405,568</u>
EXPENDITURE ON			
Raising Funds	-	-	-
Charitable activities			
Resettlement and Care Expenditure	265,398	-	265,398
Donations to other organisations	163,139	-	163,139
Primary Purpose Trading Costs	<u>708,949</u>	<u>-</u>	<u>708,949</u>
Total	<u>1,137,486</u>	<u>-</u>	<u>1,137,486</u>
NET INCOME	268,082	-	268,082
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>467,974</u>	<u>-</u>	<u>467,974</u>
TOTAL FUNDS CARRIED FORWARD	<u>736,056</u>	<u>-</u>	<u>736,056</u>

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

12. STAFF COSTS

There were no staff costs during the year (2021: NIL) and no employees with emoluments above £60,000. The charity depends on volunteers and rehabilitated beneficiaries to undertake the work of the charity.

13. TANGIBLE FIXED ASSETS

A) GROUP	Freehold property	Improvements to property	Fixtures and fittings	Motor vehicles	Totals
	£	£	£	£	£
COST					
At 1 April 2021	1,073,758	31,372	28,309	177,115	1,310,554
Additions	-	-	3,900	67,745	71,645
Disposals	-	-	-	(11,950)	(11,950)
At 31 March 2022	1,073,758	31,372	32,209	232,910	1,370,249
DEPRECIATION					
At 1 April 2021	288,222	12,964	25,893	108,150	435,229
Charge for year	21,475	1,973	948	46,160	70,556
Eliminated on disposal	-	-	-	(11,950)	(11,950)
At 31 March 2022	309,697	14,937	26,841	142,360	493,835
NET BOOK VALUE					
At 31 March 2022	764,061	16,435	5,368	90,550	876,414
At 31 March 2021	785,536	18,408	2,416	68,965	875,325
B) THE CHARITY	Freehold property	Improvements to property	Fixtures and fittings	Motor vehicles	Totals
	£	£	£	£	£
COST					
At 1 April 2021	1,073,758	31,372	25,080	177,115	1,307,325
Additions	-	-	3,900	67,745	71,645
Disposals	-	-	-	(11,950)	(11,950)
At 31 March 2022	1,073,758	31,372	28,980	232,910	1,367,020
DEPRECIATION					
At 1 April 2021	288,222	12,964	23,364	108,150	432,700
Charge for year	21,475	1,973	843	46,160	70,451
Eliminated on disposal	-	-	-	(11,950)	(11,950)
At 31 March 2022	309,697	14,937	24,207	142,360	491,201
NET BOOK VALUE					
At 31 March 2022	764,061	16,435	4,773	90,550	875,819
At 31 March 2021	785,536	18,408	1,716	68,965	874,625

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

13. TANGIBLE FIXED ASSETS – continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Group and Charity Motor vehicles
	£
COST	
At 1 April 2021	129,670
Additions	-
Disposal	-
At 31 March 2022	<u>129,670</u>
DEPRECIATION	
At 1 April 2021	81,164
Charge for year	24,109
Eliminated on Disposal	-
At 31 March 2022	<u>105,273</u>
NET BOOK VALUE	
At 31 March 2022	<u>24,397</u>
At 31 March 2021	<u>48,506</u>

14. FIXED ASSET INVESTMENTS

	Shares in group undertakings
	£
MARKET VALUE	
At 1 April 2021 and 31 March 2022	<u>2</u>
NET BOOK VALUE	
At 31 March 2022	<u>2</u>
At 31 March 2021	<u>2</u>

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

Remar UK Limited (Registered Number 02861819)

Registered office: 845-847 High Road, Leytonstone, London E11 1HH

Nature of business: Shops trading in the sale of furniture

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

14. FIXED ASSET INVESTMENTS - continued

Class of share:	% holding	2022 £	2021 £
2 Ordinary shares of £1 each	100		
Aggregate capital and reserves		9,846	15,316
(Loss)/profit for the year		<u>(5,470)</u>	<u>55,246</u>

Relevant financial information regarding Remar UK Limited is as follows:

	2022 £	2021 £
Turnover	550,323	516,546
Cost of Sales	<u>479,360</u>	<u>396,129</u>
Gross Profit	70,963	120,417
Store Costs	<u>76,433</u>	<u>65,171</u>
Net (Loss)/Profit Before Taxation	(5,470)	55,246
Corporation Tax	-	-
Net Profit After Taxation	(5,470)	55,246
Gift Aid distributions to Remar Association (UK)	-	55,246
Net Outflow from Subsidiary	<u>(5,470)</u>	-

15. STOCKS

	The Group		The Charity	
	2022 £	2021 £	2022 £	2021 £
Goods for Resale	<u>190,731</u>	<u>140,665</u>	<u>44,113</u>	<u>45,726</u>

All stock is held for primary purpose trading.

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	The Group		The Charity	
	2022 £	2021 £	2022 £	2021 £
Amounts Owed by				
Group Undertakings	-	-	96,448	124,663
Other Debtors	4,660	3,410	4,660	3,410
Prepayments	26,647	7,656	26,646	7,658
	<u>31,307</u>	<u>11,068</u>	<u>127,754</u>	<u>135,731</u>

Remar Association (UK)**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022****17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	The Group		The Charity	
	2022	2021	2022	2021
	£	£	£	£
Bank Loans and Overdrafts	20,340	19,390	20,340	19,390
Trade Creditors	46,804	12,891	4,521	-
Taxation and Social Security	5,980	17,016	-	-
Obligations Relating to Finance Leases and Hire Purchase Contracts	21,363	28,102	21,363	28,102
Other Creditors and Accruals	<u>29,713</u>	<u>44,997</u>	<u>24,818</u>	<u>40,311</u>
	<u>124,200</u>	<u>122,396</u>	<u>71,042</u>	<u>87,803</u>

18. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

Group and Charity	2022	2021
	£	£
Amounts falling due after one year:		
Bank loans (see note 19)	354,350	375,640
Obligations Relating to Finance Leases and Hire Purchase Contracts	<u>4,313</u>	<u>21,889</u>
	<u>358,663</u>	<u>397,529</u>

19. LOANS

Group and Charity	2022	2021
	£	£
An analysis of the maturity of loans is given below:		
Amounts falling due within one year on demand:		
Bank overdrafts	-	-
Bank loans	<u>20,340</u>	<u>19,390</u>
	<u>20,340</u>	<u>19,390</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>20,340</u>	<u>19,390</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>61,020</u>	<u>58,171</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans due in more than 5 years by instalment	<u>272,990</u>	<u>298,079</u>

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

20. LEASING AGREEMENTS

Group and Charity

	Hire purchase contracts	
	2022	2021
	£	£
Net obligations repayable:		
Within one year	21,363	28,102
Between one and five years	<u>4,313</u>	<u>21,889</u>
	<u>25,676</u>	<u>49,991</u>

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2022	2021
	£	£
Within one year	134,462	142,111
Between one and five years	<u>-</u>	<u>30,924</u>
	<u>134,462</u>	<u>173,035</u>

21. SECURED DEBTS

The following secured debts are included within creditors:

	2022	2021
	£	£
Bank overdrafts	-	-
Bank loans	<u>374,690</u>	<u>395,030</u>
	<u>374,690</u>	<u>395,030</u>

Bank loans and overdrafts are secured against the freehold property of the parent charitable company.

22. MOVEMENT IN FUNDS

	At 1.4.21	Net movement in funds	At 31.3.22
	£	£	£
Unrestricted funds			
General fund	736,056	(74,655)	661,401
	<u>736,056</u>	<u>(74,655)</u>	<u>661,401</u>
TOTAL FUNDS	<u>736,056</u>	<u>(74,655)</u>	<u>661,401</u>

Remar Association (UK)

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

22. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	<u>1,236,450</u>	<u>1,311,105</u>	<u>(74,655)</u>
TOTAL FUNDS	<u>1,236,450</u>	<u>1,311,105</u>	<u>(74,655)</u>

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	<u>467,974</u>	<u>268,082</u>	<u>736,056</u>
TOTAL FUNDS	<u>467,974</u>	<u>268,082</u>	<u>736,056</u>

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	<u>1,405,568</u>	<u>1,137,486</u>	<u>268,082</u>
TOTAL FUNDS	<u>1,405,568</u>	<u>1,137,486</u>	<u>268,082</u>

23. Analysis of Group Net Assets Between Funds

Fund Balances at 31 March 2022 are
Represented by:-

	General Funds £	Designated Funds £	Total £
Tangible Fixed Assets	876,414	-	876,414
Current Assets	267,850	-	267,850
Current Liabilities	(124,200)	-	(124,200)
Long Term Liabilities	<u>(358,663)</u>	<u>-</u>	<u>(358,663)</u>
	<u>661,401</u>	<u>-</u>	<u>661,401</u>

24. RELATED PARTY DISCLOSURES

During the trading year the trading subsidiary paid £22,250 (2021: £14,750) for the rental of warehouse space to a company, in which one of the trustees, Mr G Harvey, is a director. The company benefited from the rental transaction, which was paid at less than the normal market rate.

**Notes to the Financial Statements – continued
for the Year Ended 31 March 2022**

24. RELATED PARTY DISCLOSURES - continued

The trading subsidiary paid for purchases and commission amounting to £214,268 (2021: £163,613) to another related party subject to joint control or significant influence over the company. As at 31 March 2022 there remained £42,284 (2021: £12,891) due to this other entity.

25. EX-GRATIA PAYMENTS

The Trustees considered they had an obligation during the year to make an ex-gratia payment of £1,500 (2021: £nil) for risk management services undertaken on behalf of the charity.

26. OTHER FINANCIAL COMMITMENTS

At the year end the company has financial commitments amounting to £nil (2021: £58,000).

27. ULTIMATE CONTROLLING PARTY

The Trustees are responsible for the overall management and control of the Charity.

Remar Association (UK)**Detailed Statement of Financial Activities
for the Year Ended 31 March 2022**

	2022	2021
	£	£
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	123,624	198,670
Government grants	33,500	284,729
Other grants	4,300	-
Other trading activities		
Shop income	1,073,565	918,700
Investments		
Rent received	915	750
Other income		
Insurance claim	546	719
Wayleave income	<u>-</u>	<u>2,000</u>
Total Incoming resources	<u>1,236,450</u>	<u>1,405,568</u>
EXPENDITURE		
Raising Funds		
Fundraising Costs	<u>-</u>	<u>-</u>
Charitable activities		
Food	119,079	147,680
Grants to institutions	131,350	163,139
	<u>250,429</u>	<u>310,819</u>
Support costs		
Management		
Rates and water	19,362	17,685
Insurance	29,640	30,716
Light and heat	25,259	29,176
Telephone	7,942	6,154
Postage and stationery	1,205	868
Advertising	989	-
Sundries	2,620	2,511
Repairs and renewals	101,331	30,585
Rent	155,615	124,930
Purchases and carriage	455,248	388,220
Commission paid to Remar Spain	25,725	10,023
Motor and travelling	90,271	85,222
Legal fees	27,765	2,230
Depreciation - Freehold property	21,475	21,475
- Improvements to property	1,973	1,973
- Fixtures and fittings	946	426
- Motor vehicles	<u>46,160</u>	<u>35,863</u>
Carried forward	1,013,526	788,057

Remar Association (UK)**Detailed Statement of Financial Activities
for the Year Ended 31 March 2022**

	2022	2021
	£	£
Management		
Brought forward	1,013,526	788,057
Profit on Disposal	(1,407)	(8,383)
Bank interest and charges	7,686	5,818
Bank loan interest	18,083	18,772
Hire purchase	<u>3,787</u>	<u>3,584</u>
	<u>1,041,675</u>	<u>807,848</u>
Governance costs		
Auditors' remuneration	13,000	12,650
Auditors' remuneration for non audit work	<u>6,001</u>	<u>6,169</u>
	<u>19,001</u>	<u>18,819</u>
Total resources expended	1,311,105	1,137,486
Net (expenditure)/income	<u>(74,655)</u>	<u>268,082</u>