

REGISTERED COMPANY NUMBER: 02936866 (England and Wales)
REGISTERED CHARITY NUMBER: 2936866

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2021
FOR
FOUNDATION RACHEL AND PAMELA SCHIELE
(A COMPANY LIMITED BY GUARANTEE)

Chariot House Limited
Chartered Accountants
44 Grand Parade
Brighton
East Sussex
BN2 9QA

FOUNDATION RACHEL AND PAMELA SCHIELE

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FOR THE YEAR ENDED 30TH JUNE 2021

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FOUNDATION RACHEL AND PAMELA SCHIELE

REPORT OF THE TRUSTEES **FOR THE YEAR ENDED 30TH JUNE 2021**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, and are known as Managing Committee members, present their report with the financial statements of the charity for the year ended 30th June 2021. The Managing Committee 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) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of the Foundation are:

1. the conservation and protection in Argentina of birds, animals and plants which are threatened or endangered and the conservation and protection of the soil and the environment generally for the benefit of the public;
2. the protection and preservation for the benefit of the public of that part of the estate of Las Dos Hermanas in the Province of Córdoba, Argentina, which is designated as a "Refugio de Vida Silvestre" by the Fundación Vida Silvestre Argentina as a reserve for the conservation of wildlife and flora;
3. the advancement of education in Argentina;
4. the relief of poverty in Argentina;
5. the relief of the aged in Argentina;
6. the promotion of education and research into organic and sustainable farming and the publication of the useful results of such research.

The immediate aims and activities of the Foundation are to carry on a sustainable organic farming business planned so as to conserve the soil, flora and fauna of the whole of its land; to promote organic farming research and development; to practise ever more profound conservation values and practices on our land; to exercise influence on surrounding areas which may affect conservation values and/or the organic viability of our land; and to demonstrate to the public how the Foundation's work towards these goals leads to current and future benefits for society as a whole.

During 2020-21 the Foundation entered the third year of the implementation of its Strategic Plan for developing the Charity's programmes with these main pillars:

- a) Conservation of its land, including its rolling Conservation Management Plan;
- b) Management and development of the Charity's farming activities including increasing production and production efficiencies and developing new routes to market;
- c) Initiating the development of organic farm management development, involving devoting parts of the farm to hosting trialling and training activities for organic farming and environmental management best practice;
- d) Outreach, involving work with the local community on understanding and controlling excessive pesticide use and understanding flora and fauna conservation.

Public benefit

In shaping our objectives and planning our activities for the year, the Managing Committee have given consideration to the duties set out in Section 17(5) of the Charities Act 2011 to have due regard to public benefit and to the Charity Commission Guidance on public benefit. In particular, the Managing Committee have considered how the planned activities will contribute to the overall aims and objectives that they have set.

The Managing Committee believe that the paragraphs on the "Objectives and Activities" and "Achievements and Performance" for the year, relate in detail the benefit that the Charity provides to the public.

FOUNDATION RACHEL AND PAMELA SCHIELE

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30TH JUNE 2021

OBJECTIVES AND ACTIVITIES

Operation of the Farm

The objects and principal activities of the Charity are carried out through the operation of the farm in Argentina. The Managing Committee also considers the costs of running the farm, in addition to grants made, to be the total cost of charitable activities.

The assets of the business are held and operated by the Foundation so as to protect the land, wildlife and surrounding area in accordance with the objectives of the Foundation.

The business is not run on a profit-maximising basis and any gains from operations are retained for use in support of the future of the land, buildings and business held by the Foundation.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The Foundation's activities were hampered to some extent by Covid restrictions, but the Dos Hermanas community must be congratulated on weathering the storm and itself avoiding serious direct suffering, while continuing to deliver nutritious food to markets despite, at times, considerable adversity. During 2020-21 the Foundation once again faced very high inflation levels, this year just over 50% per annum, which again triggered partial inflation accounting affecting the statement of values in our accounts, as discussed elsewhere. Drought still affected the farm, with the driest April to September ever recorded in 2020. This meant that there was no winter crop harvest. This had implications for the ability of the farm to feed the extra cattle, which were not gaining enough weight for slaughter. On principle, of course, no cattle were sold into the conventional feedlot system. Because of the uncertainty over the amount of forage it was agreed that the breeding cows would be reduced in number, with organic weaners being bought in for fattening when forage is plentiful, with strict inspection to avoid importing disease.

This year the Foundation's cattle business performed quite well. But one month after we made our first shipment - Argentina's first ever shipment- of a planned regular series of NOP organic certified beef to the US, to Whole Foods, Argentina introduced a ban on meat exports. Though the ban was not at all thought through and was not very long in being rescinded, the damage was done and Whole Foods made a policy decision to purchase its organic beef anywhere but Argentina. Notwithstanding this disappointment after our significant investment in establishing NOP cattle, our cattle business in the domestic market was helped by high cattle prices.

The Argentinian market for organic beef has this year become better established in the top retail outlets, to some extent due to a switch to healthier consumption arising from Covid.

This year the Foundation's sales of soya and grains were much down, however, due mainly to a succession of severe droughts and floods. Our sales of both soya and wheat were badly hit, but we did reasonably well in maize and were able to sell reasonable quantities of sunflower for the first time for some years. This year we supported the first successful of organic groundnuts at the farm, by renting land to a well-known producer whom we helped solve the issues for successful organic production of this interesting crop.

Our plan to develop organic milk production at the farm has progressed, but not at a fast pace. The milk from a small group of cattle has been distributed free in the local village.

Various pieces of research activity into agriculture and cattle raising have taken place at the farm, e.g. direct drill sowing of rye and vetch; an electric weedkiller used by the peanut growers; diverse leys in the cattle praderas; and a comparison of weaner growth between NOP and non-NOP organic cattle. A 50-hectare field designated for farm trials. The Foundation is giving support for training of farmers in peri-urban environments across the pampa, where pesticides and herbicides is banned under municipal laws on fields near dwellings.

Several aspects of the conservation programme continued despite being hampered by Covid restrictions; the recruitment of a conservation officer, who will be based at the farm, is now being carried out. The creation of wildlife corridors across the farm north to south was discussed at a virtual Taller with the scientists who use the Foundation's land for research. The Management Committee then approved a corridor plan as part of the implementation of the farm's 2016 Conservation Management Plan. FVSA, the Argentinian arm of WWF, continues to support the Foundation in deepening understanding of the farm's key environmental values and establishing more baselines for monitoring change. The Foundation's tree planting programme was affected by the drought but a combination of a new water tanker and in-house seedling growing will, it is hoped, improve tree survival.

New farm investments were planned. Improvements have been made to the facilities on the farm with new solar hot water installations and a new deep well with a solar pump to improve drinking water. In a welcome development for the Dos Hermanas community, more houses are planned, required because of the new demand for housing among the work force. Construction of an interpretation centre at the farm is a future project when anticipated legacy funding becomes available.

FOUNDATION RACHEL AND PAMELA SCHIELE

REPORT OF THE TRUSTEES **FOR THE YEAR ENDED 30TH JUNE 2021**

FINANCIAL REVIEW

Reserves policy

Reserves: The Foundation maintains cash balances that are appropriate for the day-to-day running of the farm business. In addition to cash, the reserves of the Foundation are its cattle stock (and each year also its grain stocks), which are readily marketable, as well as its land.

Funding: The Foundation relies on revenue from farm operations in Argentina, and in this financial period did not seek grant funding for specific projects or activities.

Investments: The Foundation holds no investments apart from its shares in MOO, mentioned above.

FUTURE PLANS

The Foundation continues to capitalise the farm so as to improve its organic farming practices, while conserving its population of native grasslands, and to promote the marketing of organic products, as well as to demonstrate the benefits of its farming system to the public. The focus of the Foundation's research and education activities will continue to be hosting externally-funded research into flora and fauna and the new goal of developing onsite training activities at the farm for organic farming practitioners.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Foundation is a charitable company limited by guarantee without a share capital, in the United Kingdom, incorporated on 8th June 1994 and registered as a Charity on 16th June 1994.

The Company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. Under those Articles, the Managing Committee are elected at the Annual General Meeting to serve for a period of three years.

Charity constitution

Foundation Rachel and Pamela Schiele, a registered Charity governed by Memorandum and Articles of Association, is a Company Limited by Guarantee, not having a share capital. Each of the members of the Company is liable to contribute £1 towards the liabilities of the Company in the event of liquidation.

Election of new members to Managing Committee

Any person who is to be elected to be a member of the Foundation under the provisions of Article 5(2) must be proposed for election by a member of the Managing Committee and fourteen days' notice shall be given to the members of the Managing Committee of the meeting at which it is intended to propose such person for election stating the object of the meeting, the name and address of the person to be proposed and the name of the member of the Managing Committee proposing such person. No new members were elected during this year.

Organisational structure

The farm continues to be managed by the Farm Director. He was supported during 2020-21 by two full-time managers and one part-time manager. The Director's authority is bound by a detailed manual called the Management Principles controlled by the Managing Committee, which sets out the basis on which the farm and all its activities should be managed and detailing which decisions should be made with the approval of the Managing Committee.

Induction and training of new trustees

The principal training for the members of the Managing Committee is in ensuring an awareness of organic farming practices and environmental issues. An important element in this is regular visits to the farm and meetings with stakeholders there. Though there is no formal training process, the trustees are encouraged to keep themselves familiar with their responsibilities under the Companies and Charities Acts before and after appointment. Trustees are also required to keep themselves abreast of issues affecting organic farming across the world in order to advise management appropriately.

FOUNDATION RACHEL AND PAMELA SCHIELE

REPORT OF THE TRUSTEES **FOR THE YEAR ENDED 30TH JUNE 2021**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Relationship with other Charities and Organisations

A substantial part of the Foundation's land was in 1989 registered as a Reserva of FVSA, the Argentinian branch of WWF, and managed under their guidance. As part of the Conservation Management Plan adopted by the Foundation's Managing Committee in 2017, FVSA now regards the whole of the farm as an FVSA reserve on the basis that it is managed as an integrated whole and under an agreed Management Plan. As part of its Plan, the Foundation hosts several teams of conservation researchers from Universidad Nacional de Río Cuarto. The Foundation is a leading participant in Argentina's national organic farming organisation, MAPO, and its regional group, Pampa Orgánica, which promotes practical organic farming methods in central Argentina. The Foundation continued working with its Pampa Orgánica partners in a series of practical organic farming research experiments which are coordinated with Instituto Nacional de Tecnología Agropecuaria - INTA, the Argentinian government's large national research organization.

Risk management

Because the environmental and charitable activities of the Foundation are solely supported by, and are integral to the farming business, the Foundation is subject to many of the normal risks associated with farming but is also dependent on the viability of organic farming in Argentina. The farm's cattle and crops businesses are essentially resilient against inflation as well as devaluation, but leads and lags can have significant short-term effects.

In addition to the weather risks inherent in farming, the two principal threats are from contamination by GMOs from neighbouring farms and from changes to the markets for its products, which are dependent in part on world commodity prices. The risk of crop failure is mitigated by the fact that the farm is situated at the edge of the wet pampa in a good zone for cropping. However, organic farming depends more critically on soil preparation and tillage, which can result in a loss of soil moisture and reduce crop yields, or conversely from excess weeds.

The farm management continues to conduct a number of trials involving cropping methods, such as no-till, pasture varieties and variations and animal health and welfare.

The threat from GMOs is countered by safeguards such as checking every batch of seed to be sown, and every batch of grain to be sold. This leads to extra costs, due to very specific and costly tests. The farm's harvest and mowing contractors' machinery and every lorry transporting grain are also carefully cleaned.

The world market for organic grain, soya and sunflower gives the farm a reasonable organic premium. The market for organic beef is showing signs of structural change but still affords only a small premium over the price of conventional beef when taking the whole animal into account. The Foundation has in recent years been able to develop a fairly widely diversified market for its beef products, while its grain continues to see demand on the world market.

As regards health and safety risk and employees, trustees instigate and participate in a health and safety review at the farm every 18 months. The last onsite review by the Managing Committee was carried out during 2019; the farm machinery and the farm's working practices were inspected and steps were taken to ensure that recommendations were implemented. Subsequent monitoring has been able to be carried out remotely.

As regards wider risks in this area, procedures are in place for managing visits by young people, and the farm takes care to ensure that the various scientific researchers who do work at the farm are covered by their own insurance.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

02936866 (England and Wales)

Registered Charity number

2936866

FOUNDATION RACHEL AND PAMELA SCHIELE

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30TH JUNE 2021

Registered office

Crofts
Woodside Road
Chiddingfold
Godalming
Surrey
GU8 4RF

Managing Committee

P Landa
M Measures
Mrs J G M Murray
K G D Murray
D M Peck
Mrs L V Peck
Mrs M Harteneck

Company Secretary

Mrs J G M Murray

Independent Examiner

John Thacker FCA DChA
Institute of Chartered Accountants in England and Wales
Chariot House Limited
Chartered Accountants
44 Grand Parade
Brighton
East Sussex
BN2 9QA

Banks

Banco de la Nación Argentina
Arias
Provincia de Córdoba
Argentina

Banco de Galicia y Buenos Aires
San Martín 601
2600 Venado Tuerto
Provincia de Santa Fe
Argentina

Lloyds TSB Bank plc
PO Box 1000
Andover
BX1 1LT

FOUNDATION RACHEL AND PAMELA SCHIELE

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30TH JUNE 2021

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity Number in Argentina

IGJ00059

Working Name in Argentina

Las Dos Hermanas

Farm Director (in Argentina)

Dr (Vet) Marcelo A Frías

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Managing Committee (who are also the directors of Foundation Rachel and Pamela Schiele for the purposes of company law, and Trustees for the purposes of charity 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).

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 Managing Committee 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.

Approved by order of the board of Managing Committee on 19th March 2022 and signed on its behalf by:

D M Peck - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
FOUNDATION RACHEL AND PAMELA SCHIELE**

Independent examiner's report to the trustees of Foundation Rachel and Pamela Schiele ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 30th June 2021.

Responsibilities and basis of report

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

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

Independent examiner's statement

Since your charity's gross income exceeded \$250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of Institute of Chartered Accountants in England and Wales which is one of the listed bodies.

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

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

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

John Thacker FCA DChA
Institute of Chartered Accountants in England and Wales
Chariot House Limited
Chartered Accountants
44 Grand Parade
Brighton
East Sussex
BN2 9QA

Date: 25th March 2022

FOUNDATION RACHEL AND PAMELA SCHIELE**STATEMENT OF FINANCIAL ACTIVITIES**
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 30TH JUNE 2021

		2021 Unrestricted fund A\$	2020 Unrestricted funds as restated A\$
INCOME AND ENDOWMENTS FROM	Notes		
Charitable activities	2		
Farm Operations		104,801,032	76,055,882
Other income		<u>1,088,639</u>	<u>362,292</u>
Total		105,889,671	76,418,174
 EXPENDITURE ON			
Charitable activities	3		
Farm Operations		94,071,151	63,917,438
Grant-making and education		6,767,813	3,525,241
Support costs		242,682	118,291
Exceptional item	7	<u>3,593,214</u>	<u>(1,740,295)</u>
Total		<u>104,674,860</u>	<u>65,820,675</u>
 NET INCOME		1,214,811	10,597,499
 RECONCILIATION OF FUNDS			
Total funds brought forward		<u>231,023,140</u>	<u>220,425,641</u>
 TOTAL FUNDS CARRIED FORWARD		<u><u>232,237,951</u></u>	<u><u>231,023,140</u></u>

The notes form part of these financial statements

FOUNDATION RACHEL AND PAMELA SCHIELE (REGISTERED NUMBER: 02936866)**BALANCE SHEET****30TH JUNE 2021**

	Notes	2021 Unrestricted fund A\$	2020 Unrestricted funds as restated A\$
FIXED ASSETS			
Tangible assets	8	192,369,471	190,752,845
Investments	9	<u>2,047,793</u>	<u>3,082,049</u>
		194,417,264	193,834,894
CURRENT ASSETS			
Stocks	10	59,255,964	50,167,284
Debtors	11	13,590,812	9,537,442
Cash at bank		<u>1,075,713</u>	<u>4,542,731</u>
		73,922,489	64,247,457
CREDITORS			
Amounts falling due within one year	12	(36,101,802)	(27,059,211)
NET CURRENT ASSETS		<u>37,820,687</u>	<u>37,188,246</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		232,237,951	231,023,140
NET ASSETS		<u>232,237,951</u>	<u>231,023,140</u>
FUNDS	13		
Unrestricted funds		<u>232,237,951</u>	<u>231,023,140</u>
TOTAL FUNDS		<u>232,237,951</u>	<u>231,023,140</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30th June 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 30th June 2021 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The notes form part of these financial statements

BALANCE SHEET - continued
30TH JUNE 2021

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

The financial statements were approved by the Board of Trustees and authorised for issue on 19th March 2022 and were signed on its behalf by:

D M Peck - Trustee

The notes form part of these financial statements

FOUNDATION RACHEL AND PAMELA SCHIELE**CASH FLOW STATEMENT**
FOR THE YEAR ENDED 30TH JUNE 2021

		2021	2020
	Notes	A\$	as restated A\$
Cash flows from operating activities			
Cash generated from operations	1	<u>1,422,474</u>	<u>2,448,358</u>
Net cash provided by operating activities		<u>1,422,474</u>	<u>2,448,358</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(6,302,075)	(1,404,502)
Sale of tangible fixed assets		<u>1,412,583</u>	<u>544,163</u>
Net cash used in investing activities		<u>(4,889,492)</u>	<u>(860,339)</u>
		<hr/>	<hr/>
Change in cash and cash equivalents in the reporting period		(3,467,018)	1,588,019
Cash and cash equivalents at the beginning of the reporting period		<u>4,542,731</u>	<u>2,954,712</u>
Cash and cash equivalents at the end of the reporting period		<u><u>1,075,713</u></u>	<u><u>4,542,731</u></u>

The notes form part of these financial statements

FOUNDATION RACHEL AND PAMELA SCHIELE**NOTES TO THE CASH FLOW STATEMENT**
FOR THE YEAR ENDED 30TH JUNE 2021**1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	2021	2020 as restated
	A\$	A\$
Net income for the reporting period (as per the Statement of Financial Activities)	1,214,811	10,597,499
Adjustments for:		
Depreciation charges	4,198,728	4,984,599
Profit on disposal of fixed assets	(1,088,639)	(544,163)
Arising as a result of restatement	-	8,458,151
Investment revaluation	1,034,256	(602,603)
Fixed Asset revaluation	162,777	-
Increase in stocks	(9,088,680)	(24,683,589)
Increase in debtors	(4,053,370)	(3,183,443)
Increase in creditors	<u>9,042,591</u>	<u>7,421,907</u>
Net cash provided by operations	<u><u>1,422,474</u></u>	<u><u>2,448,358</u></u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/7/20 A\$	Cash flow A\$	At 30/6/21 A\$
Net cash			
Cash at bank	<u>4,542,731</u>	<u>(3,467,018)</u>	<u>1,075,713</u>
	<u>4,542,731</u>	<u>(3,467,018)</u>	<u>1,075,713</u>
Total	<u><u>4,542,731</u></u>	<u><u>(3,467,018)</u></u>	<u><u>1,075,713</u></u>

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

In accordance with IAS 29, Financial reporting in hyper-inflationary economies, the accounts have been prepared in terms of a measuring unit current at the period end, and the comparatives have been restated in terms of the measuring unit current at the end of the latest reporting period, including restatement of non-monetary assets from the date of acquisition,

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future, including taking into account any potential impact of the Covid-19 pandemic, and on that basis the charity is considered to be a going concern.

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.

Incoming resources are recognised on an accruals basis, accounted for in relation to the period that they relate and comprise the value of goods supplied to third parties.

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.

Charitable expenditure comprises direct expenditure attributable to activities. Where costs cannot be directly attributed, they have been allocated to activities on a basis consistent with the use of resources.

Expenditure on grants is recorded once the Charity has made an unconditional commitment to pay the grant and this is communicated to the beneficiary or the grant has been paid, whichever is the earlier.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery - at varying rates on cost

The Charity does not have a minimum value for the capitalisation of fixed assets.

Recognition and measurement

Fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses.

FOUNDATION RACHEL AND PAMELA SCHIELE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH JUNE 2021

1. ACCOUNTING POLICIES - continued

Stocks

Livestock is valued at probable realisable value at the year end. Other stocks are stated at the lower of cost and net realisable value.

Taxation

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

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

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.

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

Foreign currencies

Assets and liabilities in sterling are translated into Argentinian Pesos at the rate of exchange ruling at the balance sheet date, which was A\$132.157 to £1. Transactions in sterling are translated into Argentinian Pesos at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

These financial statements are presented in Argentinian Pesos (A\$). The exchange rate to sterling at the date of accounts approval was 144.47.

2. INCOME FROM CHARITABLE ACTIVITIES

		2021	2020
	Activity	A\$	as restated A\$
Farm operations	Farm Operations	<u>104,801,032</u>	<u>76,055,882</u>

FOUNDATION RACHEL AND PAMELA SCHIELE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH JUNE 2021

3. CHARITABLE ACTIVITIES COSTS

	Direct Costs A\$
Farm Operations	94,071,151
Grant-making and education	6,767,813
Support costs	<u>242,682</u>
	<u>101,081,646</u>

4. NET INCOME/(EXPENDITURE)

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

	2021	2020 as restated
	A\$	A\$
Depreciation - owned assets	4,198,728	3,318,640
Surplus on disposal of fixed assets	(1,088,639)	(362,292)
Independent Examiner's fee	<u>244,492</u>	<u>267,708</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 30th June 2021 nor for the year ended 30th June 2020.

Trustees' expenses

There was no reimbursement of expenses to the Managing Committee in this or last year.

6. STAFF COSTS

	2021	2020 as restated
	A\$	A\$
Wages and salaries	<u>18,693,327</u>	<u>17,610,118</u>
	<u>18,693,327</u>	<u>17,610,118</u>

Key management personnel remuneration amounted to A\$8,155,569 (2020: A\$3,482,768)

FOUNDATION RACHEL AND PAMELA SCHIELE**NOTES TO THE FINANCIAL STATEMENTS - continued**
FOR THE YEAR ENDED 30TH JUNE 2021**6. STAFF COSTS - continued**

The average monthly number of employees during the year was as follows:

	2021	2020
Management and Office Staff	4	4
Farm and Other Staff	<u>12</u>	<u>13</u>
	<u>16</u>	<u>17</u>

One employee received emoluments in excess of A\$7,929,420 (£60,000), 2020 no employees.

7. PRIOR YEAR ADJUSTMENT

As required by IAS 29, Financial reporting in hyper-inflationary economies, the accounts have been prepared in terms of a measuring unit current at the period end, and the comparatives have been restated in terms of the measuring unit current at the end of the latest reporting period, including restatement of non-monetary assets from the date of acquisition.

8. TANGIBLE FIXED ASSETS

	Freehold property A\$	Plant and machinery A\$	Totals A\$
COST OR VALUATION			
At 1st July 2020	178,115,491	68,232,209	246,347,700
Additions	-	6,302,075	6,302,075
Disposals	-	(1,466,693)	(1,466,693)
Revaluations	<u>-</u>	<u>(162,777)</u>	<u>(162,777)</u>
At 30th June 2021	<u>178,115,491</u>	<u>72,904,814</u>	<u>251,020,305</u>
DEPRECIATION			
At 1st July 2020	-	55,594,855	55,594,855
Charge for year	-	4,198,728	4,198,728
Eliminated on disposal	<u>-</u>	<u>(1,142,749)</u>	<u>(1,142,749)</u>
At 30th June 2021	<u>-</u>	<u>58,650,834</u>	<u>58,650,834</u>
NET BOOK VALUE			
At 30th June 2021	<u>178,115,491</u>	<u>14,253,980</u>	<u>192,369,471</u>
At 30th June 2020	<u>178,115,491</u>	<u>12,637,354</u>	<u>190,752,845</u>

FOUNDATION RACHEL AND PAMELA SCHIELE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH JUNE 2021

9. INVESTMENT IN ASSOCIATE

	Unlisted investments A\$
MARKET VALUE	
At 1st July 2020	3,082,049
Revaluations	<u>(1,034,256)</u>
At 30th June 2021	<u>2,047,793</u>
NET BOOK VALUE	
At 30th June 2021	<u>2,047,793</u>
At 30th June 2020	<u>3,082,049</u>

The investment is a 25% shareholding in Meat Organic Organisation (MOO), officially known as Bos Denaris SA. MOO is a limited company developing a brand and processing and marketing operations for organic meat in Argentina.

In the directors' opinion, the market value at 30.6.21 exceeds the cost price.

FOUNDATION RACHEL AND PAMELA SCHIELE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH JUNE 2021

10. STOCKS

	2021	2020 as restated
	A\$	A\$
Stocks	<u>59,255,964</u>	<u>50,167,284</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020 as restated
	A\$	A\$
Trade debtors	2,470,244	4,287,964
Other debtors	<u>11,120,568</u>	<u>5,249,478</u>
	<u>13,590,812</u>	<u>9,537,442</u>

FOUNDATION RACHEL AND PAMELA SCHIELE**NOTES TO THE FINANCIAL STATEMENTS - continued**
FOR THE YEAR ENDED 30TH JUNE 2021**12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2021	2020 as restated
	A\$	A\$
Trade creditors	13,003,781	10,736,804
Social security and other taxes	21,822,798	14,290,929
Other creditors	1,030,731	1,747,182
Accrued expenses	244,492	284,296
	<u>36,101,802</u>	<u>27,059,211</u>

13. MOVEMENT IN FUNDS

	At 1/7/20 A\$	Net movement in funds A\$	At 30/6/21 A\$
Unrestricted funds			
General fund	231,023,140	1,214,811	232,237,951
	<u>231,023,140</u>	<u>1,214,811</u>	<u>232,237,951</u>
TOTAL FUNDS	<u>231,023,140</u>	<u>1,214,811</u>	<u>232,237,951</u>

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

	Incoming resources A\$	Resources expended A\$	Movement in funds A\$
Unrestricted funds			
General fund	105,889,671	(104,674,860)	1,214,811
	<u>105,889,671</u>	<u>(104,674,860)</u>	<u>1,214,811</u>
TOTAL FUNDS	<u>105,889,671</u>	<u>(104,674,860)</u>	<u>1,214,811</u>

Comparatives for movement in funds

	At 1/7/19 A\$	Net movement in funds A\$	At 30/6/20 A\$
Unrestricted funds			
General fund	220,425,641	10,597,499	231,023,140
	<u>220,425,641</u>	<u>10,597,499</u>	<u>231,023,140</u>
TOTAL FUNDS	<u>220,425,641</u>	<u>10,597,499</u>	<u>231,023,140</u>

FOUNDATION RACHEL AND PAMELA SCHIELE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH JUNE 2021

13. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources A\$	Resources expended A\$	Movement in funds A\$
Unrestricted funds			
General fund	76,418,174	(65,820,675)	10,597,499
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>76,418,174</u>	<u>(65,820,675)</u>	<u>10,597,499</u>

14. CAPITAL COMMITMENTS

At the year-end, the charity had no commitments.

15. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 30th June 2021.