

Charity Registration No. 1065029

Company Registration No. 3424608 (England and Wales)

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
LEGAL AND ADMINISTRATIVE INFORMATION

Registered charity name	VICTA Children Ltd
Charity number	1065029
Company number	3424608
Principal office and registered office	5 Douglas House 32-34 Simpson Road Fenny Stratford Milton Keynes MK1 1BA
The Trustees	Gurvinder Kaur Elizabeth Richards Matthew Clark (resigned 31 January 2020) Pamela Lewis Miriam Martin (resigned 2 February 2020) Christian Sprenger
Auditor	MHA MacIntyre Hudson - Milton Keynes Moorgate House 201 Silbury Boulevard Milton Keynes MK9 1LZ
Bankers	CAF Bank 25 Kings Hill Avenue Kings Hall West Malling Kent ME19 4JQ Metro Bank 44-46 Midsummer Arcade Midsummer Boulevard Milton Keynes MK9 3BB

VICTA CHILDREN LTD COMPANY LIMITED BY GUARANTEE CONTENTS

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VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)
FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees, who are also directors for the purposes of company law, present their report and the financial statements of the company for the year ended 31 December 2020.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 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)".

Reference and administrative details

Reference and administrative details are shown on the page headed 'legal and administrative information' at the front of these financial statements.

The Trustees

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Gurvinder Kaur
Elizabeth Richards
Matthew Clark (resigned 31st January 2020)
Pamela Lewis
Miriram Martin (resigned 2nd February 2020)
Christian Sprenger

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £10 in the event of a winding up.

Structure, governance and management

VICTA is a company limited by guarantee whose members are the trustees. The charitable company was incorporated on 26 August 1997 and is governed by its Memorandum and Articles of Association.

Governance

The trustees do not have a specified period of office and have the right to appoint new trustees.

Trustee induction and training

While no formal training is provided to new trustees, they receive a full induction pack together with help and support from existing and former trustees.

Patrons and ambassadors

Michel Roux continued in his role as Patron and supports the charity and its young people with fundraising, donations and invites to his restaurant Le Gavroche. Mardy Smith OBE, former Principal of New College Worcester, is also a Patron. We have two International Ambassadors; Dr Bochao Zhou who promotes VICTA in Asia, and Tony Bebbington in the Americas.

Senior management

The day-to-day management of the charity's activities is delegated, by the Trustees, to Nicholas Schofield, the Chief Executive Officer (CEO).

Risk management

The trustees review the major risks facing the charity on a regular basis and believe that maintaining reserves at £250,000 provides sufficient resources in the event of adverse conditions. The Company Secretary on behalf of the trustees ensures compliance with legal and other obligations. The Charity's risk assessment is reviewed and restated on an annual basis.

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

Objectives and activities

The objectives of the charity are:

- a. To support and empower children and young people who are blind or partially sighted
- b. To represent the needs and interests of children and young people who are blind or partially sighted
- c. To promote learning, social and physical activities for children and young people who are blind or partially sighted
- d. To support families and to enable them to help their child or young person who is blind or partially sighted reach their full potential

The main source of income continues to be sponsorship raised on the charity's behalf by runners in the Virgin Money London Marathon.

We continued to provide parents with support and advice. Unfortunately, we had to cancel most of our activities for 2020. We have, however, continued to make grants to children and young people but with a much-reduced budget.

Achievements and performance

Despite the challenges presented in 2020, the spirit of collective purpose in the fight against this pandemic has been remarkable within our communities, and not least within VICTA. While the year has been unlike anything most of us have ever lived through, it created opportunities for innovation and rewarded creativity. Our small, passionate team has shown remarkable dedication, flexibility and adaptability in adopting new ways of working and in maximising our digital platforms to ensure our communities remained connected in supporting the children, young adults and communities that we serve. While we cannot predict what will happen next, meeting the needs of those who we are here to support has been and always will be our priority. We, the Trustees, are pleased and proud to present this Trustees' Report, with its many successes and positive developments which we will continue to build on.

Despite the pandemic severely impacting our planned charitable activities, we still managed to achieve a number of firsts in 2020. Before the first lockdown in March, we managed to successfully deliver:

- our first pre-teen activity for those aged 10-13 years – a behind the scenes day at the Natural History Museum in London
- our first wellbeing/yoga residential for 18 Plus

In summer, using pre-recorded content and materials, we delivered our first virtual event – the VICTA Summer Festival. Participants were encouraged to visit a series of themed festival tents each with different challenges and competitions to be undertaken at their leisure culminating in a festival weekend showcasing all entries. And as a direct response and extension to the festival, our first 18 Plus only online comedy and entertainment event for students, volunteers and alumni, "VICTA Lates".

One of the important learnings from 2020 is the introduction of virtual events. Moving forward these will become a permanent feature of our calendar thereby increasing our reach and strengthening our inclusiveness. It is hoped that some of these will become standards for the VI sector.

Looking Forward

The duration of the short-term impact on our ability to deliver against our objectives, depends upon the nature and timing of the lifting of restrictions and the rebuilding of confidence within our communities to return to outdoor events and residential activities. In the longer-term, VICTA's resilient delivery model and expanded digital platforms will allow our reach to be extended and positive impacts increased.

As lockdown measures are eased further and there is greater clarity around the economic outlook, we expect fundraising activity to pick up. We will, as always, remain disciplined and cautious in our ability to generate income but expect the reshaped Virgin Money London Marathon in October 2021 to make a significant contribution to our 2021 earnings. This will allow us to rebuild reserves to ensure the long-term financial security of our operations.

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

In his end of year report to the Trustee Board, VICTA CEO Nick Schofield wrote the following:

"The outbreak of the Covid-19 coronavirus at the start of 2020 presented unprecedented challenges. This is an ongoing crisis, and the severity of the situation has hugely impacted our ability to raise vital funds and led to many difficult organisational decisions. However, despite the magnitude of the challenges faced, we are proud of the way our team responded and adapted to the new working practices. Significantly, our resilient delivery model underpinned by a strong reserves policy meant we were well placed to weather the accompanying financial storm. And while it will take time for the full impact of Covid-19 to become clear, and for life to return to some semblance of normality, we are alert to the practical challenges to come.

The cancellation of the Virgin Money London Marathon, our biggest fundraiser, presented significant implications for cashflow and income generation, however we were agile enough to take immediate action as soon as we began to see the pandemic's effects. We moved to remote working and availed ourselves of the Government employment support scheme so have been able to keep expenditure to a minimum. A restructure resulted in a permanent reduction in headcount of two part-time workers which was quite painful, given that we are a small team. We will continue to do all that is necessary to ensure the charity emerges from this exceptional situation in the most robust position possible to continue to deliver on our strategic plans".

A big thank you to Nick Schofield for all his efforts in getting us through this challenging year. In the year ahead, the Trustee Board and management team will continue to focus their collective experience and expertise to manage the charity in the best interests of our staff, our young people and their families, our volunteers, our fundraisers and our sector partners and collaborators.

Public benefit

VICTA is a national charity that provides support to children and young people up to the age of 29 who are blind or partially sighted and their families. Driven by the belief that everyone has the right to an independent and fulfilling life, VICTA's support, advice, grants and activities enables young people and their families to build skills, develop confidence and help each other toward a more positive future.

Aware that feelings of isolation and loneliness are dominant within the world of visual impairment, VICTA promotes activities as a positive setting for social interaction and for developing life and employability skills. As part of a strategy for widening participation, website, Twitter and Facebook pages have been strengthened and are actively managed. The VICTA Parent Portal is an online parent support network created by us and is designed as a positive platform for sharing information and providing support to those in similar situations.

London Marathon

The London Marathon which is our main source of fundraising was cancelled in 2020. Given the money raised by our runners represents some 71% of our total income, this had a significant impact on our financial and operational management. We wish to extend our great thanks to all our marathon runners, who despite the fact that there was no marathon to run worked hard with all their donors to convince them that the monies collected for the 2020 marathon did not have to be reimbursed but could be carried over to the next marathon, so while our income certainly decreased our cash position actually improved, providing us with additional resilience. The 2020 event has been rescheduled to take place in October 2021 and now includes a virtual marathon that will take place annually on the same day as the road race. This has created the world's largest marathon with 100,000 runners. The Virtual London Marathon will introduce a new income stream.

Financial review

Total income received by the Charity during the year was £172,256 (£870,451 - 2019) a decrease of 80.2%.

The amount spent on charitable activities, including the award of grants during the year was £217,315 an decrease of 60% from the previous year (£539,822 – 2019). The resulting deficit was financed from reserves which decreased by 30% to £407,292 (£585,410 – 2019).

On behalf of the Trustees and the amazing staff team, we would like to extend our thanks to all the parents, children and young people, and the other charities who have engaged with us and helped us to leave 2020 behind on a high note.

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

In response to the COVID-19 pandemic, the trustees have performed a robust analysis of the forecast future cash flows taking into account the potential impact on the charity. The trustees have concluded that there is no material uncertainty arising from the COVID-19 pandemic and that they can continue to adopt the going concern basis in preparing the annual report and accounts.

Our reserves are separated into designated funds and general funds. The designated fund are monies paid and contracted by the Charity for charitable activities and fundraising for 2020 and amount to £42,604 (2019: £321,177). The balance in our general reserve of £364,688 (2019: £264,233) is a sum that the Trustees consider is sufficient to ensure the continued running of the charity for a minimum of 12 months, in the event that we were unable to continue to raise funds at our current level.

Auditor

MHA MacIntyre Hudson are deemed to be re-appointed under section 487(2) of the Companies Act 2006.

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

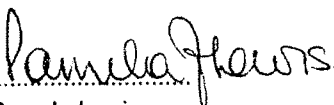
- so far as each Trustee is aware, there is no relevant audit information of which the company's auditor is unaware; and
- each Trustee has taken all steps that they ought to have taken as a Trustee to make themselves aware of any relevant audit information and to establish that the company's auditor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

Small company provisions

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

Registered office:
5 Douglas House
32-34 Simpson Road
Milton Keynes
MK1 1BA

The trustees' report was approved by the Board of Trustees.



Pamela Lewis

Trustee

Dated: 30/07/2021

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
STATEMENT OF TRUSTEES' RESPONSIBILITIES
FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees, who are also the directors of VICTA Children Ltd for the purpose of company law, are responsible for preparing the Trustees' Report 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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
INDEPENDENT AUDITOR'S REPORT
TO THE TRUSTEES OF VICTA CHILDREN LTD

Opinion

We have audited the financial statements of VICTA Children Ltd (the 'charity') for the year ended 31 December 2020 which comprise the statement of financial activities, the statement of financial position and the notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2020 and of its incoming resources and application of resources, 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.

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 charity 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 trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

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

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

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE TRUSTEES OF VICTA CHILDREN LTD

Matters on which we are required to report by exception

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

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

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

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the 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

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 procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below:

- Enquiry of management around actual and potential litigation and claims;
- Performing audit work over the risk management override of controls, including testing of journals entries and other adjustments for appropriateness;
- Reviewing minutes of meeting of those charged with governance.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

**VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

TO THE TRUSTEES OF VICTA CHILDREN LTD

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. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' 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 and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Simon Gill FCCA Senior Statutory Auditor
For and on behalf of MHA MacIntyre Hudson, Statutory Auditor
Milton Keynes, United Kingdom
Date: 30/07/2021

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2020

		Unrestricted funds 2020 £	Unrestricted funds 2019 £
	Notes		
<u>Income and endowments from:</u>			
Donations and legacies	3	27,300	12,815
Investment income	4	613	1,203
Marathon income	5	68,603	791,907
Other income	6	75,740	64,526
Total income		172,256	870,451
<u>Expenditure on:</u>			
Expenditure on charitable activities	7	350,374	885,768
Net expenditure for the year/ Net movement in funds		(178,118)	(15,317)
Fund balances at 1 January 2020		585,410	600,727
Fund balances at 31 December 2020		407,292	585,410

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

All income and expenditure derive from continuing activities.

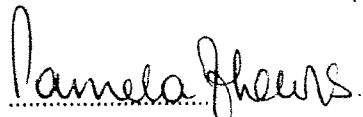
The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Tangible assets	11		11,346		14,095
Current assets					
Stocks	12	13,016		14,609	
Debtors	13	251,288		122,745	
Cash at bank and in hand		682,205		791,424	
		<u>946,509</u>		<u>928,778</u>	
Creditors: amounts falling due within one year	14	<u>(550,563)</u>		<u>(357,463)</u>	
Net current assets			395,946		571,315
Total assets less current liabilities			<u>407,292</u>		<u>585,410</u>
Income funds					
Designated funds	15	42,604		321,177	
Unrestricted funds	15	<u>364,688</u>		<u>264,233</u>	
			407,292		585,410
			<u>407,292</u>		<u>585,410</u>

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

The financial statements were approved by the Trustees on 30/07/2021.



Pamela Lewis
Trustee

Company Registration No. 3424608

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

Charity information

VICTA Children Ltd is a private company limited by guarantee incorporated in England and Wales. The registered office is 5 Douglas House, 32-34 Simpson Road, Fenny Stratford, Milton Keynes, MK1 1BA.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006 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 charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

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. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

In response to the COVID-19 pandemic, the Trustees have performed a robust analysis of forecast future cash flows taking into account the potential impact on the charity. The Trustees have concluded that there is no material uncertainty arising from the COVID-19 pandemic and that they can continue to adopt the going concern basis in preparing the annual report and accounts.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

1.5 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. When costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources.

Charitable expenditure comprises all costs associated with promoting and providing marathon places and the costs of grants made and payable.

1.6 Tangible fixed assets

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

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures and fittings	25% straight line
Equipment	25% straight line

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 asset, and is recognised in net income/(expenditure) for the year.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible 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).

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.9 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. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs.

Basic financial liabilities

Basic financial liabilities, including creditors are initially recognised at transaction price.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2020 £	2019 £
Donations and gifts	27,300	12,815

4 Income from Investments

	2020 £	2019 £
Investment income	613	1,203

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

5 Marathon income

	Unrestricted funds	Total
	2020	2019
	£	£
Marathon Runners	-	644,954
Grants and contributions	34,684	124,832
Fundraising Events	33,919	22,121
Marathon income	<u>68,603</u>	<u>791,907</u>

6 Other income

	Unrestricted funds	Total
	2020	2019
	£	£
Gift aid	3,769	64,526
Government grants	71,971	-
	<u>75,740</u>	<u>64,526</u>

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

7 Charitable Expenditure

	Charitable activities- support costs	Raising funds- marathon	Charitable activities- direct costs	Raising funds- other	Total 2020
	£	£	£	£	£
Advertising and promotions	-	7,470	-	-	7,470
Big half places	-	-	-	1,840	1,840
Virtual Marathon Places	-	-	-	7,095	7,095
Other fundraising costs	-	-	-	811	811
Post, tele and stationery	466	233	466	388	1,553
Staff costs	30,712	48,600	141,220	15,765	236,297
Premises	2,069	2,317	11,832	331	16,549
IT/Software and maintenance	77	193	502	-	772
Bad debts	-	(687)	-	-	(687)
Professional fees	1,304	-	-	-	1,304
Bank charges	361	80	100	150	691
Depreciation	2,004	2,003	-	-	4,007
Audit and accountants fees	4,000	-	-	-	4,000
Insurance	2,573	-	-	-	2,573
Conference & travel	303	152	606	455	1,516
Staff training/welfare	1,000	-	-	-	1,000
Charitable activities	-	-	63,583	-	63,583
	<u>44,869</u>	<u>60,361</u>	<u>218,309</u>	<u>26,835</u>	<u>350,374</u>

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

7 Charitable Expenditure 2019

	Charitable activities- support costs	Raising funds- marathon	Charitable activities- direct costs	Raising funds- other	Total 2019
	£	£	£	£	£
Marathon places	-	124,000	-	-	124,000
Advertising and promotions	-	49,203	-	-	49,203
Big half places	-	-	-	780	780
Ride London Places	-	-	-	6,750	6,750
Other fundraising costs	-	-	-	2,689	2,689
Post, tele and stationery	549	3,016	1,646	274	5,485
Staff costs	45,904	43,752	155,094	15,526	260,276
Premises	4,488	5,027	25,671	718	35,904
IT/Software and maintenance	972	2,429	6,315	-	9,716
Bad debts	-	6,252	-	-	6,252
Professional fees	988	-	-	-	988
Bank charges	212	750	274	153	1,389
Depreciation	1,199	1,199	-	-	2,398
Sundry expenses	644	-	1,196	-	1,840
Loss on disposal of fixed assets	2,081	-	-	-	2,081
Office maintenance	677	-	-	-	677
Trustees expenses	923	-	-	-	923
Audit and accountants fees	4,000	-	-	-	4,000
VICTA marketing	9,723	-	-	-	9,723
Insurance	2,474	-	-	-	2,474
Conference & travel	604	2,417	1,208	1,813	6,042
Staff training/welfare	3,760	-	-	-	3,760
Charitable activities	-	-	348,418	-	348,418
	<u>78,198</u>	<u>238,045</u>	<u>539,822</u>	<u>28,703</u>	<u>885,768</u>

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

8 Charitable Activities 2020

Grants			
General equipment	48,560		
		48,560	
Family weekends and events			
Family Weekends	1,246		
Family Days	135		
		1,381	
Special Projects			
Through Scarlett's Eyes-Family support website	6,899		
Young Ambassador	900		
Duke of Edinburgh	363		
		8,162	
Youth Activities			
14-17 Activities	1,730		
18+ Activities	2,756		
		4,486	
Other costs			
Staff costs	141,220		
Premises costs	11,832		
Other sundry costs	2,668		
		155,720	
			218,309

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

8 Charitable Activities 2019

Grants		
General equipment	155,802	
		155,802
Family weekends and events		
Family Weekends	70,478	
Family Days	11,208	
		81,686
Special Projects		
Through Scarlett's Eyes-Family support website	6,964	
Higher Education Projects	1,000	
Brusary	5,000	
Competition	5,000	
Young Ambassador	1,210	
18+ Reunion Budget	4,000	
Parents Focus Group	2,000	
18+ Focus Group	2,047	
Parents Portal	812	
		28,033
Youth Activities		
14-17 Activities	18,666	
18+ Activities	64,231	
		82,897
Other costs		
Staff costs	155,094	
Premises costs	25,671	
Other sundry costs	10,639	
		191,404
		539,822

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year. The trustees are entitled to have their expenses reimbursed. During the year the trustees were reimbursed for expenses incurred on behalf of the charity to the value of £885 (2019: £459).

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

10 Employees

Number of employees

The average monthly number of employees during the year was: 9 (2019: 10).

	2020 Number	2019 Number
Fundraising and administration	8	9
Manager	1	1
	<u>9</u>	<u>10</u>

Employment costs

	2020 £	2019 £
Wages and salaries	215,636	236,046
Social security costs	15,834	18,930
Other pension costs	4,827	5,300
	<u>236,297</u>	<u>260,276</u>

The Chief Executive, in their capacity as key management personnel received a gross salary of £58,929 (2019: £58,891) during the year.

There were no employees whose annual remuneration was £60,000 or more.

11 Tangible fixed assets

	Fixtures and fittings £	Equipment £	Total £
Cost			
At 1 January 2020	14,850	19,761	34,611
Additions	-	1,258	1,258
At 31 December 2020	<u>14,850</u>	<u>21,019</u>	<u>35,869</u>
Depreciation and impairment			
At 1 January 2020	14,552	5,964	20,516
Depreciation charged in the year	168	3,839	4,007
At 31 December 2020	<u>14,720</u>	<u>9,803</u>	<u>24,523</u>
Carrying amount			
At 31 December 2020	<u>130</u>	<u>11,216</u>	<u>11,346</u>
At 31 December 2019	<u>298</u>	<u>13,797</u>	<u>14,095</u>

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

12	Stocks	2020	2019
		£	£
	Stock	13,016	14,609
		<u> </u>	<u> </u>
13	Debtors	2020	2019
	Amounts falling due within one year:	£	£
	Other debtors	251,288	122,745
		<u> </u>	<u> </u>
14	Creditors: amounts falling due within one year	2020	2019
		£	£
	Other taxation and social security	3,667	7,400
	Trade creditors	8,018	21,330
	Other creditors	49,684	34,130
	Accruals and deferred income	489,194	294,603
		<u> </u>	<u> </u>
		550,563	357,463
		<u> </u>	<u> </u>
15	Funds		

	Movement in funds			
	Balance at 1 January 2020	Incoming resources	Resources expended	Balance at 31 December 2020
	£	£	£	£
Designated funds	321,177	-	278,573	42,604
Unrestricted funds	264,233	100,455	-	364,688
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	585,410	100,455	278,573	407,292
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

The income funds of the charity include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

16 Analysis of net assets between funds

	Unrestricted Funds	Unrestricted Funds
	2020	2019
	£	£
Fund balances at 31 December 2020 are represented by:		
Tangible assets	11,346	14,095
Current assets/(liabilities)	395,946	571,315
	<u>407,292</u>	<u>585,410</u>

17 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases amounting to £18,667 (2019 : £34,667).

18 Limited by Guarantee

The liability of each member is limited.

Every member of the company undertakes to contribute £10 to the assets of the company in the event of it being wound up whilst they are a member, or within one year after they cease to be a member.