

Charity registration number 1065029

Company registration number 3424608 (England and Wales)

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

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	Challenge House Sherwood Drive Bletchley Milton Keynes United Kingdom MK3 6DP
The Trustees	Gurvinder Kaur Elizabeth Richards Pamela Lewis 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 2021

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 2021.

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
Pamela Lewis
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 and works to support VICTA's educational and employability ambitions. 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 2021

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.

Public benefit

Vision impairment in children and young adults is low incidence; just 0.3% of the population. As a result, families of children with sight loss are often disconnected from each other and specialist support. This results in blind children and their parents feeling frustrated, excluded, isolated and anxious. As a national charity, VICTA works to help young people up to the age of 29 question their presumed limitations, helping them to view themselves and their potential in a new way.

Driven by a belief that everyone has the right to an independent and fulfilling life, VICTA's advice, support, grants and activities enable young people and their families to build skills, develop confidence, self-advocate and help each other toward a more positive future. VICTA uses activity-based learning as a positive setting for social interaction, personal growth and for developing life and employability skills. For VI young people, involvement in group activities can be positively associated with social acceptance and a sense of belonging, especially where such involvement is characterised by positive coaching, progressive skill development and peer support.

Achievements and performance

The defining backdrop to 2021 was undoubtedly the continuation of the pandemic. Another year of social and emotional upheaval. Another year of economic uncertainty. But we are emerging stronger, leaner and fitter. It has brought out the best in us. As such, we are proud of the charity's achievements which are a testament not just to its strength and resilience but also to the tremendous commitment and creativity of the VICTA team. Even though the pandemic impacted every aspect of our work, it is rewarding that our team was still able to deliver such amazing outcomes. We have protected key capabilities and made appropriate use of our reserves, and we are able to budget for a significant increase in our charitable activity, applying further resources as necessary and appropriate in the coming year. 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.

Change and innovation can follow periods of crisis and significantly, change is synonymous with new ideas and new perspectives which can drive innovation and growth. It's fair to say that we've used the experience of the past 12 months as an opportunity to do just that: we have adapted, and we have evolved. We've harnessed new technology to make our work more accessible, enabling us to engage with many more young people and their families living with sight loss in the UK. Careful and considered decision-making in the past, together with the extraordinary support from our community, has been a key factor in our success this year, enabling us to accelerate a number of key projects.

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

With support from the British Science Association, we hosted our first virtual VICTA Science Fair. From the very beginning, the goal was to make science, technology, engineering and maths fun and rewarding, and most importantly, make science appealing to young people. The Science Fair was designed around a raft of bite-size resources including fun challenges and experiments to do at home. We created opportunities to blend inquiry with authentic scientific endeavour and build self-efficacy.

In September 2021, we launched our Student Portal, a sector defining, online platform conceived to revolutionise the way students with sight loss achieve success and fulfil their potential. Developed with the input of VICTA Young Ambassadors, students and specialist VI schools and colleges, the portal was designed to provide advice and guidance to vision impaired young people from the age of 10 through to 29 years old, covering key school and age transition phases. As a one stop hub of advice and information, we also hope it will address the severe lack of support for students with a vision impairment, that has led to a widening of the gap in the rate of employment compared to their sighted peers.

Looking forward

As we look forward to 2022, we have taken the time to look at our strategy and have explored how we can further increase our reach and impact while learning the lessons from the pandemic. All of which are rooted in the hopes and aspirations of the children, young adults and families we support. This year has been about pulling together in response to the continued pandemic, to support those in need while making sure we're in a strong position to pursue our goals in an altered world once the crisis abates.

With the easing of lockdown measures and social distancing, 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 TCS London Marathon and Virtual Marathon in October 2022 to make a significant contribution to our 2022 earnings. This will allow us to rebuild reserves and continue to ensure the long-term financial security to our operations.

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

"It is fair to say, that despite not delivering our usual outreach in 2021, we have attracted many new families, and connected with more visually impaired young people helping to empower their choices. The success of our digital transformation, designed to be both purposeful and sustainable, has led to a permanent change in our delivery model and as a result, we continue to extend our reach, building on our inclusiveness".

We were fortunate in that we had reserves that ensured we could meet our financial obligations, manage risk, create new activities and plan for the future. It was, and continues to be, important to the VICTA team that the quality of our online activities matched that of our in-person delivery and that we maintained our reputation for excellence. Our virtual activities were designed to foster the same social and personal development benefits as our face-to-face work, thus allowing different conversations and new collaborations with charities and organisations not in our sector which extended and strengthened our offer.

While the pandemic is, and has been a defining moment for us all, the true strength of VICTA continues to be its clear sense of purpose, the strength of our team, our young people, our families and our team of volunteers and supporters. As much as 2021 has been about change, it has also been about re-imagining what's possible and we remain focused on delivering against our objectives.

We, the Trustees owe a big thank you to the VICTA staff team for all their efforts in getting us through another challenging year and to Nicholas Schofield, our CEO who has guided the team and been instrumental in managing the changes that we have had to make.

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 young people and their families, our volunteers, our fundraisers and our sector partners, collaborators and last but not least, our staff team.

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

London Marathon

While the postponed 2020 London Marathon finally took place in October 2021, the shadow of the pandemic continued to cast uncertainty. As a result, runners were given the option to run or defer their place until 2022 or 2023. To those who ran, we say a huge thank you. Their fundraising efforts in the most challenging of times are truly appreciated. And to those who deferred, we also say thank you. Despite the fact they chose not to run, they worked hard with all their donors to convince them that the monies collected for the should be carried over to the next marathon, so while our income certainly decreased our cash position actually improved, providing us with additional resilience.

While some 35,000 runners took place in the London Marathon road race, 22,000 runners in 100 countries took part in the virtual marathon, creating the world's largest marathon. The Virtual London Marathon will introduce a new income stream.

Financial review

Total income received by the Charity during the year was £435,145 (£172,256 – 2020) an increase of 153% on the previous year and while this appears to be a major increase it should be remembered that 2020 was actually not a good year.. The amount spent on charitable activities, including the award of grants during the year was £399,822, an increase of 14% over the previous year (£350,374 – 2020).

On behalf of the Trustees and the VICTA 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 2021 behind on a high note.

In response to the COVID-19 pandemic, the trustees have performed a robust analysis of the forecast future cash flows and have considered the potential impact on the charity. The trustees have concluded that there is no material uncertainty arising from the 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 funds are monies paid and contracted by the Charity for charitable activities and fundraising for 2022 and amount to £324,700 (2020: £42,604). The balance in our general reserve of £117,915 (2020: 364,688) exceeds the 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.

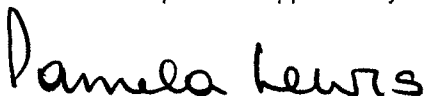
Small company provisions

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

Registered office:

Challenge House, Sherwood Drive, Bletchley, Milton Keynes, MK3 6DP

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



Pamela Lewis (Trustee)

Dated: 16 June 2022

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
STATEMENT OF TRUSTEES' RESPONSIBILITIES
FOR THE YEAR ENDED 31 DECEMBER 2021

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 2021 which comprise the statement of financial activities, the statement of financial position and 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 Financial Reporting Standard 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 2021 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 for the financial year for which the financial statements are prepared, which includes the directors' report prepared for the purposes of company law, 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.

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report. We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, 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.



Elizabeth Newell BA (HONS) FCA (Senior Statutory Auditor)
For and on behalf of MHA MacIntyre Hudson, Statutory Auditor
Milton Keynes, United Kingdom
Date: 23/6/2022

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2021

		Unrestricted funds 2021 £	Unrestricted funds 2020 £
	Notes		
<u>Income and endowments from:</u>			
Donations and legacies	3	27,289	27,300
Investment income	4	62	613
Other fundraising income	5	315,637	68,603
Other income	6	92,157	75,740
		<hr/>	<hr/>
Total income		435,145	172,256
		<hr/>	<hr/>
<u>Expenditure on:</u>			
Expenditure on charitable activities	7	399,822	350,374
		<hr/>	<hr/>
Net income/(expenditure) for the year/ Net movement in funds		35,323	(178,118)
Fund balances at 1 January 2021		407,292	585,410
		<hr/>	<hr/>
Fund balances at 31 December 2021		442,615	407,292
		<hr/> <hr/>	<hr/> <hr/>

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

All income and expenditure derive from continuing activities.

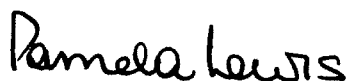
The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	11		8,037		11,346
Current assets					
Stocks	12	11,124		13,016	
Debtors	13	388,259		251,288	
Cash at bank and in hand		593,880		682,205	
		<u>993,263</u>		<u>946,509</u>	
Creditors: amounts falling due within one year	14	<u>(558,685)</u>		<u>(550,563)</u>	
Net current assets			434,578		395,946
Total assets less current liabilities			<u>442,615</u>		<u>407,292</u>
Income funds					
Designated funds	15	324,700		42,604	
Unrestricted funds	15	<u>117,915</u>		<u>364,688</u>	
			442,615		407,292
			<u>442,615</u>		<u>407,292</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 16 June 2022



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 2021

1 Accounting policies

Charity information

VICTA Children Ltd is a private company limited by guarantee incorporated in England and Wales. The registered office is Challenge House, Sherwood Drive, Bletchley, Milton Keynes, MK3 6DP, United Kingdom.

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 2021

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 the statement of financial activities.

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 2021

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
	2021 £	2020 £
Donations and gifts	27,289	27,300
	<u>27,289</u>	<u>27,300</u>

4 Income from Investments

	2021 £	2020 £
Investment income	62	613
	<u>62</u>	<u>613</u>

VICTA CHILDREN LTD
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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

5 Other fundraising income

	Unrestricted funds	Total
	2021 £	2020 £
Marathon Runners	293,171	-
Grants and contributions	20,555	34,684
Fundraising Events	1,911	33,919
	<hr/>	<hr/>
Other trading income	315,637	68,603
	<hr/>	<hr/>

6 Other income

	Unrestricted funds	Total
	2021 £	2020 £
Gift aid	29,017	3,769
Government grants	63,140	71,971
	<hr/>	<hr/>
	92,157	75,740
	<hr/>	<hr/>

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

7 Charitable Expenditure

	Charitable activities- support costs	Raising funds- marathon	Charitable activities- direct costs	Raising funds- other	Total 2021	Total 2020
	£	£	£	£	£	£
Marathon places	-	49,090	-	-	49,090	-
Advertising and promotions	-	18,860	-	-	18,860	7,470
Big half places	-	-	-	-	-	1,840
Virtual Marathon Places	-	-	-	6,692	6,692	7,095
Other fundraising costs	-	-	-	632	632	811
Post, tele and stationery	734	367	734	612	2,447	1,553
Staff costs	32,891	37,659	114,339	2,823	187,712	236,297
Premises	3,431	3,843	19,626	549	27,449	16,549
IT/Software and maintenance	720	1,801	4,683	-	7,204	772
Bad debts	-	8,645	-	-	8,645	(687)
Professional fees	1,870	-	-	-	1,870	1,304
Bank charges	101	355	101	72	629	691
Depreciation	1,661	1,661	-	-	3,322	4,007
Sundry expenses	553	-	-	-	553	-
Office maintenance	726	-	-	-	726	-
Trustees expenses	206	-	-	-	206	-
Audit fees	5,040	-	-	-	5,040	4,000
VICTA marketing	569	-	-	-	569	-
Insurance	2,588	-	-	-	2,588	2,573
Conference & travel	275	138	550	413	1,376	1,516
Staff training/welfare	2,157	-	-	-	2,157	1,000
Charitable activities	-	-	72,055	-	72,055	63,583
	<u>53,522</u>	<u>122,419</u>	<u>212,088</u>	<u>11,793</u>	<u>399,822</u>	<u>350,374</u>

VICTA CHILDREN LTD
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8	Charitable Activities 2021	2021	2020
	Grants		
	General equipment	46,305	48,560
		<u>46,305</u>	<u>48,560</u>
	Family weekends and events	-	1,246
	Family Days	4,740	135
		<u>4,740</u>	<u>1,381</u>
	Special Projects		
	Through Scarlett's Eyes-Family support website	7,274	6,899
	Young Ambassador	1,500	900
	Duke of Edinburgh	95	363
	Competition	1,635	-
		<u>10,504</u>	<u>8,162</u>
	Youth Activities		
	14-17 Activities	1,516	1,730
	18+ Activities	8,990	2,756
		<u>10,506</u>	<u>4,486</u>
	Other costs		
	Staff costs	114,339	141,220
	Premises costs	19,627	11,832
	Other sundry costs	6,067	2,668
		<u>140,033</u>	<u>155,720</u>
		212,088	218,309
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 £206 (2020: £885).

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

10 Employees

Number of employees

The average monthly number of employees during the year was: 7 (2020: 9).

	2021	2020
	Number	Number
Fundraising and administration	6	8
Manager	1	1
	<u>7</u>	<u>9</u>

Employment costs

	2021	2020
	£	£
Wages and salaries	171,336	215,636
Social security costs	12,799	15,834
Other pension costs	3,577	4,827
	<u>187,712</u>	<u>236,297</u>

Key management personnel received a gross salaries of £57,792 (2020: £58,929) 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 2021	14,850	21,032	35,882
At 31 December 2021	<u>14,850</u>	<u>21,032</u>	<u>35,882</u>
Depreciation and impairment			
At 1 January 2021	14,720	9,803	24,523
Depreciation charged in the year	130	3,192	3,322
At 31 December 2021	<u>14,850</u>	<u>12,995</u>	<u>27,845</u>
Carrying amount			
At 31 December 2021	-	8,037	8,037
At 31 December 2020	<u>130</u>	<u>11,216</u>	<u>11,346</u>

VICTA CHILDREN LTD
COMPANY LIMITED BY GUARANTEE
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FOR THE YEAR ENDED 31 DECEMBER 2021

12 Stocks

	2021	2020
	£	£
Stock	11,124	13,016

13 Debtors

	2021	2020
	£	£
Amounts falling due within one year:		
Other debtors	388,259	251,288

14 Creditors: amounts falling due within one year

	2021	2020
	£	£
Other taxation and social security	4,642	3,667
Trade creditors	14,238	8,018
Other creditors	3,213	49,684
Accruals and deferred income	536,592	489,194
	558,685	550,563

15 Funds

	Balance at	Movement in funds		Balance at
	1 January 2021	Incoming	Resources	31 December
	£	resources	expended	2021
		£	£	£
Designated funds	42,604	282,096	-	324,700
Unrestricted funds	364,688	153,049	399,822	117,915
	407,292	435,145	399,821	442,615

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)
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16 Analysis of net assets between funds

	Unrestricted Funds 2021 £	Unrestricted Funds 2020 £
Fund balances at 31 December 2021 are represented by:		
Tangible assets	8,037	11,346
Current assets/(liabilities)	434,578	395,946
	<u>442,615</u>	<u>407,292</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 £2,667 (2020 : £18,667).

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.