

STREET (UK) FOUNDATION

England & Wales · Charity number 1081902

Details

Status	Registered
Legal form	Charitable company
Company number	03909272
Registered	2000-08-08
Register	View on the Charity Commission register

Contact

Address	31 Gourock Road London SE9 1JA
Phone	03300249843
Email	info@street-uk.com
Website	www.streetuk.foundation

Activities

Objects: THE COMPANY'S OBJECTS ARE THE RELIEF OF POVERTY AND THE RELIEF OF UNEMPLOYMENT; IN PARTICULAR (WITHOUT PREJUDICE TO THE GENERALITY) THROUGH:3.1 THE PROVISION OF ASSISTANCE IN THE ESTABLISHMENT OF AND THE PROVISION OF TEMPORARY SUPPORT TO SMALL BUSINESSES OWNED BY AND PRIMARILY EMPLOYING PERSONS IN NEED WHERE THERE ARE INSUFFICIENT ALTERNATIVE METHODS OF RELIEVING THEIR NEED AND WHERE ANY SUCH BUSINESS IS IN DANGER OF FAILING WITHOUT SUCH ASSISTANCE OR TEMPORARY SUPPORT, BUT HAS REASONABLE PROSPECTS OF VIABILITY; AND3.2 THE PROMOTION OF THE CREATION OF EMPLOYMENT, WORK EXPERIENCE OPPORTUNITIES OR TRAINING OPPORTUNITIES FOR PEOPLE WHO ARE UNEMPLOYED, OR OTHERWISE IN NEED; AND,3.3 THE PROMOTION OF EDUCATION, TRAINING AND RE-TRAINING IN THE SKILLS REQUIRED FOR EMPLOYMENT AND SELF-EMPLOYMENT

Activities: Street UK provides access to credit and other financial services for those excluded from mainstream financial services and who would otherwise fall prey to unscrupulous and usurious lenders.

Classification

- **How:** Provides Other Finance
- **What:** Education/training, The Prevention Or Relief Of Poverty, Economic/community Development/employment
- **Who:** Other Defined Groups, The General Public/mankind

Geography

- **Area of benefit:** NATIONAL
- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2024-03-31	£137,204	£979,339	-	-
2023-03-31	£782,676	£1,298,303	£1,395,565	21
2022-03-31	£1,370,068	£1,723,821	£1,911,192	32
2021-03-31	£2,601,572	£2,096,751	£2,264,945	37
2020-03-31	£3,035,087	£2,750,757	£1,760,124	45

Trustees

Name	Role	Appointed
PATRICK TYRRELL		
STEVEN JOHNSON		2014-08-29

STREET (UK) FOUNDATION

England & Wales - Charity number 1081902

Accounts

Charity registration number 1081902 (England and Wales)

Company registration number 03909272

STREET (UK) FOUNDATION
CONSOLIDATED ANNUAL REPORT AND UNAUDITED FINANCIAL
STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

STREET (UK) FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr S Johnson P R Tyrrell
Charity number (England and Wales)	1081902
Company number	03909272
Registered office	31 Gourock Road London England SE9 1JA
Independent examiner	Paul Mannion BK Plus Limited 2 Highlands Court Cranmore Avenue Shirley Solihull West Midlands B90 4LE

STREET (UK) FOUNDATION

CONTENTS

	Page
Trustees' report	1 - 3
Statement of Trustees' responsibilities	4
Independent examiner's report	5 - 6
Statement of financial activities	7
Balance sheet	8
Notes to the financial statements	9 - 19

STREET (UK) FOUNDATION

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2024

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

The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Structure, governance and management

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Mr Steven Johnson and Mr Patrick Tyrrell remain as Trustees of Street (UK) Foundation.

Objectives and activities

The Foundation's historic objectives are the relief of poverty; in particular (without prejudice to the generality) through:

- the provision of credit and other financial services for those excluded from mainstream financial services and who might otherwise fall prey to unscrupulous and usurious lenders; and,
- the provision of assistance with personal and household budgeting and engaging with the financial services industry; and,
- the promotion of education and training in the skills required for the effective management of personal and household finances ("the Objects").

The Foundation's historic mission is to support financially excluded individuals with tailored financial services, and offer a secure pathway out of debt, welfare and cash-economy dependency on a sustainable basis.

Cessation of charitable activities

The Charity continued to be effectively dormant throughout 2023-24 following cessation of activities by its trading subsidiaries in April and May of 2023 and their gradual progress towards solvent liquidation. The trustees, however, along with the directors of the three subsidiary companies, remained fully engaged with the appointed advisers and liquidators BKPlus. This was with the aim of trying to ensure, as far as possible, settlement of any outstanding obligations to beneficiaries, employees, investors, partners, suppliers and other third parties prior to formal entry into liquidation – which occurred in June 2024. Once the required timeframe has elapsed and liquidation has been finalised, the trustees will be in a position to decide on distribution of the Charity's remaining unrestricted funds in accordance with its governing document.

Financial review

Street (UK) Foundation generated a deficit for the year of £842,135 (2023 – deficit of £515,627). The factors contributing to the significant deficit include to the costs incurred in ceasing activities. Most notably, after obtaining detailed legal advice the decision was made to write off the Charity's loan portfolio as irrecoverable. This Board of Trustees considers that this cost directly achieves the Charity's main objective to ensure those individuals excluded from mainstream financial services benefit from the Charity's unrestricted reserve fund.

In addition the Charity had to ensure its dedicated team of staff were duly considered and payments were made in accordance with specific employment legislation. Also, the Charity had to terminate any existing leasehold property leases that were in place and suffer any costs of exit as required.

STREET (UK) FOUNDATION

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

Organisational structure

The Board of Trustees met quarterly to review the progress and activities of the Group. During the period in which the Charity's future was being decided upon regular communication took place to discuss and appropriately document any decisions made.

Related parties

The Charity has two wholly owned subsidiaries, Street (UK) C.I.C. and Street (UK) Services Limited. The Board of Trustees of the charity also control Street UK Homes Limited. All three companies covenant any profits to the charity. Each subsidiary company ceased trading activities during the period and were placed into solvent administration in June 2024.

Risk management

The Board of trustees have a duty to identify and review the risks to which the Charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. The timely cessation of charitable activities together with the cessation of trading activities during the period illustrates the Board's adoption of risk monitoring and protecting the Charity from exposure to future risk and loss of reserves.

The trustees have a risk management strategy which comprises:

- An annual review of the main risks the charity faces;
- The establishment of systems and procedures to mitigate those risks and;
- The implementation of procedures designed to minimise the impact of the identified risks should they materialise.

Public benefit

The trustees are aware of the obligations of the charity, which are set out in the Guidance issued by The Charities Commission under The Charities Act 2006. They Board of Trustees are confident that the historic work of the charity in pursuit of its objects together with the timely decision to cease activities will protect charitable funds and ultimately ensure Public Benefit is duly considered. The Trustees will comply with the future reporting requirements in this regard.

Trustees indemnity insurance

The trustees are the directors of the Company. During the year and up to the date of approval of the financial statements, there was a qualifying third party indemnity in place for directors as allowed by Section 234 of the Companies Act 2006.

STREET (UK) FOUNDATION

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

Principle funding sources and Investment

As part of the cessation of activities the Board of Trustees ensured that all investors were fully repaid. Furthermore, given the Charity's current dormant status external investment is not required.

Investment policy

The trustees' policy is to invest available unrestricted funds in easy access and relatively low risk bank accounts.

Reserves policy

The trustees' reserves policy is to retain unrestricted reserves to ensure sufficient funds are available to finalise the orderly winding up of the Charity without liability.

Principal risks and uncertainties

The board of trustees met regularly during the period to discuss the Charity and its subsidiary companies activities and results. The Board placed significant focus on risk management to ensure their decisions were both robust and practical. Where appropriate the Board requested expert financial and legal advice to assist their strategic decision making process.

Future plans

The future aim of the Board of Trustees is to finalise the Charity's solvent wind down process. Whilst awaiting formal processes to be duly completed the Charity will continue to adopt dormant status.

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



Mr S Johnson
Trustee

17 April 2025

STREET (UK) FOUNDATION

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2024

The Trustees, who are also the directors of STREET (UK) FOUNDATION 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; 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.

STREET (UK) FOUNDATION

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF STREET (UK) FOUNDATION

I report to the Trustees on my examination of the consolidated financial statements of the Group comprising Street (UK) Foundation (the charity) and its subsidiary undertakings for the year ended 31 March 2024.

Responsibilities and basis of report

As the Trustees of the charity (and also its directors for the purposes of company law), you are responsible for the preparation of the consolidated financial statements of the Group in accordance with the requirements of the Companies Act 2006 and you have chosen to prepare consolidated accounts for the Group.

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

Basis of independent examiner's statement

My role is to state whether any material matters have come to my attention giving me cause to believe that:

1. Accounting records for the Group were not kept in accordance with section 386 of the Companies Act 2006; or
2. The consolidated financial statements do not accord with those accounting records; or
3. The consolidated financial statements do not comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Charities Statement of Recommended Practice applicable to charities preparing their consolidated financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102); or
4. There is further information needed for a proper understanding of the consolidated financial statements to be reached.

Independent examiner's statement

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 that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the Companies Act 2006.
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the Companies Act 2006 other than any requirement that the financial statements give a true and fair view, which is not a matter considered as part of an independent examination; or
- 4 the financial statements 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 financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

STREET (UK) FOUNDATION

INDEPENDENT EXAMINER'S REPORT (CONTINUED) TO THE TRUSTEES OF STREET (UK) FOUNDATION

I have completed my examination. I have identified a matter of concern that needs to be duly considered when assessing the going concern position of the Charity and its subsidiary companies. As at the date of this report the Charity has adopted dormant status and each subsidiary company is in the process of solvent administration. In due course the solvent administration process will complete and the trustees will then be able to decide on distribution of the Charity's remaining unrestricted funds in accordance with its governing document. The exact date on which the Charity can distribute any remaining funds is unknown and therefore this needs to be duly considered when assessing the Group's ability to continue as a going concern.



Paul Mannion FCA

BK Plus Limited
2 Highlands Court
Cranmore Avenue
Shirley
Solihull
West Midlands
B90 4LE
17 April 2025

STREET (UK) FOUNDATION

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2024

	Notes	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
Income from:							
Charitable activities	2	105,200	-	105,200	574,663	-	574,663
Other trading activities	3	23,210	-	23,210	203,119	-	203,119
Investments	4	8,794	-	8,794	4,894	-	4,894
Total income		137,204	-	137,204	782,676	-	782,676
Expenditure on:							
Raising funds	5	207,247	-	207,247	249,317	-	249,317
Charitable activities	6	772,092	-	772,092	1,048,986	-	1,048,986
Total expenditure		979,339	-	979,339	1,298,303	-	1,298,303
Net expenditure		(842,135)	-	(842,135)	(515,627)	-	(515,627)
Transfers between funds		100,000	(100,000)	-	111,000	(111,000)	-
Net movement in funds		(742,135)	(100,000)	(842,135)	(404,627)	(111,000)	(515,627)
Reconciliation of funds:							
Fund balances at 1 April 2023		1,295,565	100,000	1,395,565	1,700,192	211,000	1,911,192
Fund balances at 31 March 2024		553,430	-	553,430	1,295,565	100,000	1,395,565

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

STREET (UK) FOUNDATION

CONSOLIDATED AND COMPANY BALANCE SHEET

AS AT 31 MARCH 2024

	Notes	Group 2024 £	Group 2023 £	Company 2024 £	Company 2023 £
Fixed assets					
Intangible assets	11	-	151,867	-	-
Tangible assets	12	-	21,493	-	-
Investments	13	-	192	4	4
		-	173,552	4	4
Current assets					
Debtors	14	62,114	671,351	345,231	1,803,513
Cash at bank and in hand		507,406	603,610	215,795	5,814
		569,520	1,274,961	561,026	1,809,327
Creditors: amounts falling due within one year	15	16,090	52,948	7,600	513,766
Net current assets		553,430	1,222,013	553,426	1,295,561
Total assets less current liabilities		553,430	1,395,565	553,430	1,295,565
The funds of the charity					
Restricted income funds - general	16	-	100,000	-	-
Unrestricted funds - general	17	553,430	1,295,565	553,430	1,295,565
		553,430	1,395,565	553,430	1,295,565

The group is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2024.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the group to obtain an audit of its financial statements for the year in question in accordance with section 476.

The financial statements were approved by the Trustees on 17 April 2025



Mr S Johnson
Trustee

Company registration number 03909272 (England and Wales)

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies

Charity information

STREET (UK) FOUNDATION is a private company limited by guarantee incorporated in England and Wales. The registered office is 31 Gourock Road, London, England, SE9 1JA.

Basis of preparing the financial statements

The financial statements of the parent 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.

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

The financial statements consolidate the results of the charity and its wholly owned subsidiaries Street (UK) C.I.C. and Street (UK) Services Limited together with the results of Street UK Homes Limited, a company under the common control of the Board of Directors of Street (UK) Foundation. The results of the three subsidiaries are consolidated within the Statement of Financial Activities (SOFA) to give a true and fair view of the state of affairs of the charity and its subsidiaries, therefore the results of the subsidiaries have not been consolidated on a line by line basis.

The charity has availed itself to Paragraph 3 (3) of Schedule 4 of the Companies Act and adapted the Companies Act Formats to reflect the special nature of the charity's activities. A separate SOFA has not been presented for the charity alone as permitted by Section 408 of the Companies Act 2006.

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

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.

Grants are credited to deferred income. Grants towards capital expenditure are released to the Statement of Financial Activities over the expected useful life of the asset. Grants towards revenue expenditure are released to the Statement of Financial Activities as the related expenditure is incurred. Grants towards capital for on lending are released to restricted capital reserves when the funds are utilised in accordance with the company's principal activity.

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.

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies

(Continued)

Allocation and apportionment of costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative and management payroll costs. They are incurred directly in support of expenditure on the objects of the charity. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent the charity's income profile.

Development costs

Research expenditure is written off against profits in the year in which it is incurred. Identifiable development expenditure is capitalised as an Intangible Asset to the extent that the technical, commercial and financial feasibility can be demonstrated.

Intangible assets are amortised on a straight line basis over its estimated useful life. Amortisation begins when the intangible asset is available for use. No Amortisation has been made on the Development costs as at the year end the asset is not in a condition necessary for it to be usable in the manner intended.

Tangible fixed assets

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

Improvements to property	-	straight line over the life of the lease
Platform development	-	30% on reducing balance
Fixtures and fittings	-	10% to 30% on reducing balance
Office and computer equipment	-	Straight line over 22.5 years

Related party exemption

The charitable company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Tax recovered from research and development claims is allocated to the expenditure category which the claim relates.

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.

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

1 Accounting policies

(Continued)

Financial instruments

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of the company 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 and subsequently measured at amortised cost using the effective interest method.

Equity instruments

Share capital issued by Street (UK) C.I.C. and Street (UK) Services Limited is recorded at the proceeds received, net of direct costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for twelve months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Operating leases

Rentals applicable to operating leases are charged to the Statement of Financial Activities over the period in which the cost is incurred.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Investments

Investments in subsidiaries are recognised at cost.

Unlisted investments are initially recognised at cost, inclusive of any direct costs associated to the acquisition.

Unlisted investments are assessed for indicators of impairment at each reporting date. An impairment is considered to occur when the recoverable amount of the asset is less than the initial cost. Impairments are recognised in the income statement in the year that they arise.

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

2 Income from charitable activities

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Income from charitable activities		
Interest and fees receivable	-	574,663
Other income	105,200	-
	<u>105,200</u>	<u>574,663</u>

3 Income from other trading activities

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Back Office Service Income	23,210	203,119
	<u>23,210</u>	<u>203,119</u>

4 Income from investments

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Interest receivable	8,794	4,894
	<u>8,794</u>	<u>4,894</u>

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

5 Expenditure on trading activities

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Trading costs		
Occupancy	53,995	24,066
Legal and Professional fees	7,530	1,578
Interest, fees and charges	-	9,548
IT Costs	20,699	38,814
Loss on sale of assets	20,426	-
Office and Sundry	-	10,697
Communications	-	2,888
Depreciation and impairment	-	4,083
Staff costs	71,611	113,886
Support costs	32,986	43,757
Total costs	207,247	249,317

6 Expenditure on charitable activities

	2024 £	2023 £
Loan Portfolio Write Off	378,776	130,217
Fixed Asset and Intangible Asset Write Off	152,942	-
Impairment of Investments	192	-
Legal and Professional	45,713	4,733
Advertising	986	20,880
IT Costs	40,627	116,442
Staff Costs	16,583	366,873
Depreciation	-	12,251
Occupancy	-	171,671
Interest, fees and charges	-	28,644
Office and Sundry	-	30,718
Communications	-	8,663
Share of support and governance costs (see note 7)		
Support	103,950	138,303
Governance	32,323	19,591
	772,092	1,048,986
Analysis by fund		
Unrestricted funds	772,092	1,048,986

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

7 Support costs allocated to activities

	2024 £	2023 £
Staff costs	-	134,022
Occupancy	88,494	16,677
Legal and professional fees	-	1,760
Interest, fees and charges	8,481	10,647
Office and sundry	35,974	11,181
Communications	3,987	3,220
Depreciation	-	4,553
Governance costs	32,323	19,591
	<u>169,259</u>	<u>201,651</u>
Analysed between:		
Trading activities	32,986	43,757
Charitable activities	136,273	157,894
	<u>169,259</u>	<u>201,651</u>

8 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

9 Employees

The average monthly number of employees during the year was:

2024 Number	2023 Number
3	21

All contracts of employment for employees ceased in June 2023.

Employment costs	2024 £	2023 £
Wages, salaries and social security	112,238	614,781
	<u>112,238</u>	<u>614,781</u>

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

10 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

11 Intangible fixed assets Group

Development
costs
£

Cost

At 1 April 2023 161,740

At 31 March 2024 -

Amortisation and impairment

At 1 April 2023 9,873

Impairment 151,867

At 31 March 2024 161,740

Carrying amount

At 31 March 2024 -

At 31 March 2023 151,867

12 Tangible fixed assets Group

Leasehold improvements	Plant and equipment	Fixtures and fittings	Computers	Total
£	£	£	£	£

Cost

At 1 April 2023	14,868	200,474	7,448	21,125	243,915
-----------------	--------	---------	-------	--------	---------

Disposals	(14,868)	(200,474)	(7,448)	(21,125)	(243,915)
-----------	----------	-----------	---------	----------	-----------

At 31 March 2024	-	-	-	-	-
------------------	---	---	---	---	---

Depreciation and impairment

At 1 April 2023	14,868	190,148	6,228	11,179	222,423
-----------------	--------	---------	-------	--------	---------

Eliminated in respect of disposals	(14,868)	(190,148)	(6,228)	(11,179)	(222,423)
------------------------------------	----------	-----------	---------	----------	-----------

At 31 March 2024	-	-	-	-	-
------------------	---	---	---	---	---

Carrying amount

At 31 March 2024	-	-	-	-	-
------------------	---	---	---	---	---

At 31 March 2023	-	10,326	1,220	9,946	21,492
------------------	---	--------	-------	-------	--------

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

13 Fixed asset investments

Group	Unlisted investments £
Cost or valuation	
At 1 April 2023 & 31 March 2024	192
Impairment	
At 1 April 2023	-
Impairment losses	192
At 31 March 2024	192
Carrying amount	
At 31 March 2024	-
At 31 March 2023	192

Company

The company's investments at the balance sheet date in the share capital of companies are noted below.

Each subsidiary company has ceased its trading activities and each company entered solvent administration in June 2024:

Street (UK) C.I.C

	%	2024	2023
Class of share:	holding	£	£
Ordinary	100		
Aggregate capital and reserves		2	2

Street (UK) Services Limited

	%	2024	2023
Class of share:	holding	£	£
Ordinary	100		
Aggregate capital and reserves		2	2

Street UK Homes Limited

The company is limited by guarantee and has no share capital. The company is under the common control of the Board of Trustees of Street (UK) Foundation.

	2024	2023
	£	£
Aggregate capital and reserves	-	100,000

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

13 Fixed asset investments

(Continued)

The company's reserves of £100,000 represents a fund to ensure future capital requirements incurred by Street UK Homes Limited can be settled by utilisation of the fund.

14 Debtors

Group	2024 £	2023 £
Trade debtors	40,954	48,640
Loan Portfolio	-	498,810
Other debtors	21,160	65,715
Prepayments and accrued income	-	58,186
	<u>62,114</u>	<u>671,351</u>
Company	2024 £	2023 £
Amounts owed by subsidiary undertakings	324,071	1,763,853
Other debtors	21,160	28,660
	<u>345,231</u>	<u>1,792,513</u>

15 Creditors

Group	2024 £	2023 £
Trade Creditors	1,004	12,621
Social Security	786	13,216
Other Creditors	14,300	27,111
	<u>16,090</u>	<u>52,948</u>
Company	2024 £	2023 £
Amounts owed to subsidiary undertakings	-	502,766
Other Creditors	7,600	-
	<u>7,600</u>	<u>502,766</u>

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2024

16 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	At 1 April 2023 £	Transfers £	At 31 March 2024 £
Capital fund - Street UK Homes	100,000	(100,000)	-
Previous year:	At 1 April 2022 £	Transfers £	At 31 March 2023 £
Capital fund - Street UK Homes	100,000	-	100,000
Capital fund - IT Development	111,000	(111,000)	-
	211,000	(111,000)	100,000

17 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 April 2023 £	Incoming resources £	Resources expended £	Transfers £	At 31 March 2024 £
General funds	1,295,565	137,204	(979,339)	100,000	553,430
Previous year:	At 1 April 2022 £	Incoming resources £	Resources expended £	Transfers £	At 31 March 2023 £
General funds	1,700,192	782,676	(1,298,303)	111,000	1,295,565

18 Analysis of net assets between funds

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
At 31 March 2024:			
Current assets/(liabilities)	553,430	-	553,430
	553,430	-	553,430

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

18 Analysis of net assets between funds

(Continued)

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
At 31 March 2023:			
Intangible fixed assets	151,867	-	151,867
Tangible assets	21,492	-	21,492
Investments	192	-	192
Current assets/(liabilities)	1,122,014	100,000	1,222,014
	<u>1,295,565</u>	<u>100,000</u>	<u>1,395,565</u>

STREET (UK) FOUNDATION

England & Wales - Charity number 1081902

Accounts

Charity registration number 1081902 (England and Wales)

Company registration number 03909272

STREET (UK) FOUNDATION
CONSOLIDATED ANNUAL REPORT AND UNAUDITED FINANCIAL
STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

STREET (UK) FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr S Johnson P R Tyrrell
Charity number (England and Wales)	1081902
Company number	03909272
Registered office	31 Gourock Road London England S39 1JA
Independent examiner	BK Plus Limited 2 Highlands Court Cranmore Avenue Shirley Solihull West Midlands B90 4LE

STREET (UK) FOUNDATION

CONTENTS

	Page
Trustees' report	1 - 3
Statement of Trustees' responsibilities	4
Independent examiner's report	5 - 6
Statement of financial activities	7
Balance sheet	8
Statement of cash flows	9
Notes to the financial statements	10 - 22

STREET (UK) FOUNDATION

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2023

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

The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Structure, governance and management

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Mr Steven Johnson and Mr Patrick Tyrrell remain as Trustees of Street (UK) Foundation.

Objectives and activities

The Foundation's historic objectives are the relief of poverty; in particular (without prejudice to the generality) through:

- the provision of credit and other financial services for those excluded from mainstream financial services and who might otherwise fall prey to unscrupulous and usurious lenders; and,
- the provision of assistance with personal and household budgeting and engaging with the financial services industry; and,
- the promotion of education and training in the skills required for the effective management of personal and household finances ("the Objects").

The Foundation's historic mission is to support financially excluded individuals with tailored financial services, and offer a secure pathway out of debt, welfare and cash-economy dependency on a sustainable basis.

Cessation of charitable activities

During 2022 the United Kingdom's economic climate in the aftermath of the Covid-19 pandemic continued to present significant challenges to the sector in which Street (UK) Foundation and its subsidiary companies operate. The gradual increase in lending to pre-pandemic levels expected in the 2021-22 Annual Report did not materialise. Worsened financial circumstances for many of the Charity's target beneficiaries led to an increase in loan applications but with a higher proportion of them unable to meet responsible lending eligibility criteria. This occasioned higher processing costs but lower lending and revenue. These and several other factors, including the absence of some expected investment, combined to undermine the Charity's operating model and its future viability.

The trustees, together with the directors of the subsidiary companies, closely monitored the Charity's financial results, projections and Key Performance Indicators and after careful consideration, legal advice, and liaison with the Financial Conduct Authority decided to cease lending activities by means of an orderly and solvent wind-down. The aims of the trustees in making this decision were to ensure that charitable funds were protected while all obligations to beneficiaries, employees, investors, partners, suppliers and other third parties were satisfied. Lending activities were ceased by April 2023. The Charity's trading subsidiaries ceased activity shortly thereafter and advisers were engaged with the intention of the subsidiaries being placed into solvent administration. This eventually occurred in June 2024.

Upon cessation of activities through its subsidiary companies the Charity effectively adopted dormant status while awaiting finalisation of the solvent liquidation of the subsidiary companies and the further receipt of any charitable funds. Once the required timeframe has elapsed the trustees will be in a position to decide on distribution of the Charity's remaining unrestricted funds in accordance with its governing document.

STREET (UK) FOUNDATION

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Financial review

Street (UK) Foundation generated a deficit for the year of £515,627 (2022 – deficit of £353,753). The factors contributing to the significant deficit include to the costs incurred in ceasing activities. Most notably, after obtaining detailed legal advice the decision was made to write off the Charity's loan portfolio as irrecoverable. This Board of Trustees considers that this cost directly achieves the Charity's main objective to ensure those individuals excluded from mainstream financial services benefit from the Charity's unrestricted reserve fund.

In addition the Charity had to ensure its dedicated team of staff were duly considered and payments were made in accordance with specific employment legislation. Also, the Charity had to terminate any existing leasehold property leases that were in place and suffer any costs of exit as required.

Organisational structure

The Board of Trustees met quarterly to review the progress and activities of the Group. During the period in which the Charity's future was being decided upon regular communication took place to discuss and appropriately document any decisions made.

Related parties

The Charity has two wholly owned subsidiaries, Street (UK) C.I.C. and Street (UK) Services Limited. The Board of Trustees of the charity also control Street UK Homes Limited. All three companies covenant any profits to the charity. Each subsidiary company ceased trading activities during the period and were placed into solvent administration in June 2024.

Risk management

The Board of trustees have a duty to identify and review the risks to which the Charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. The timely cessation of charitable activities together with the cessation of trading activities during the period illustrates the Board's adoption of risk monitoring and protecting the Charity from exposure to future risk and loss of reserves.

The trustees have a risk management strategy which comprises:

- An annual review of the main risks the charity faces;
- The establishment of systems and procedures to mitigate those risks and;
- The implementation of procedures designed to minimise the impact of the identified risks should they materialise.

Public benefit

The trustees are aware of the obligations of the charity, which are set out in the Guidance issued by The Charities Commission under The Charities Act 2006. The Board of Trustees are confident that the historic work of the charity in pursuit of its objects together with the timely decision to cease activities will protect charitable funds and ultimately ensure Public Benefit is duly considered. The Trustees will comply with the future reporting requirements in this regard.

Trustees indemnity insurance

The trustees are the directors of the Company. During the year and up to the date of approval of the financial statements, there was a qualifying third party indemnity in place for directors as allowed by Section 234 of the Companies Act 2006.

STREET (UK) FOUNDATION

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

Principle funding sources and Investment

As part of the cessation of activities the Board of Trustees ensured that all investors were fully repaid. Furthermore, given the Charity's current dormant status external investment is not required.

Investment policy

The trustees' policy is to invest available unrestricted funds in easy access and relatively low risk bank accounts.

Reserves policy

The trustees' reserves policy is to retain unrestricted reserves to ensure sufficient funds are available to finalise the orderly winding up of the Charity without liability.

Principal risks and uncertainties

The board of trustees met regularly during the period to discuss the Charity and its subsidiary companies activities and results. The Board placed significant focus on risk management to ensure their decisions were both robust and practical. Where appropriate the Board requested expert financial and legal advice to assist their strategic decision making process.

Future plans

The future aim of the Board of Trustees is to finalise the Charity's solvent wind down process. Whilst awaiting formal processes to be duly completed the Charity will continue to adopt dormant status.

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



Mr S Johnson
Trustee

17 April 2025

STREET (UK) FOUNDATION

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2023

The Trustees, who are also the directors of STREET (UK) FOUNDATION 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; 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.

STREET (UK) FOUNDATION

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF STREET (UK) FOUNDATION

I report to the Trustees on my examination of the consolidated financial statements of the Group comprising Street (UK) Foundation (the charity) and its subsidiary undertakings for the year ended 31 March 2023.

Responsibilities and basis of report

As the Trustees of the charity (and also its directors for the purposes of company law), you are responsible for the preparation of the consolidated financial statements of the Group in accordance with the requirements of the Companies Act 2006 and you have chosen to prepare consolidated accounts for the Group.

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

Basis of independent examiner's statement

My role is to state whether any material matters have come to my attention giving me cause to believe that:

1. Accounting records for the Group were not kept in accordance with section 386 of the Companies Act 2006; or
2. The consolidated financial statements do not accord with those accounting records; or
3. The consolidated financial statements do not comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Charities Statement of Recommended Practice applicable to charities preparing their consolidated financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102); or
4. There is further information needed for a proper understanding of the consolidated financial statements to be reached.

STREET (UK) FOUNDATION

INDEPENDENT EXAMINER'S REPORT (CONTINUED) TO THE TRUSTEES OF STREET (UK) FOUNDATION

Independent examiner's statement

Since the charity's gross income exceeded £250,000, the independent examiner must be a member of a body listed in section 145 of the Charities Act 2011. I confirm that I am qualified to undertake the examination because I am a member of the 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 that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the Companies Act 2006.
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the Companies Act 2006 other than any requirement that the financial statements give a true and fair view, which is not a matter considered as part of an independent examination; or
- 4 the financial statements 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 financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have completed my examination. I have identified a matter of concern that needs to be duly considered when assessing the going concern position of the Charity and its subsidiary companies. As at the date of this report the Charity has adopted dormant status and each subsidiary company is in the process of solvent administration. In due course the solvent administration process will complete and the Charity will then be able to distribute its remaining unrestricted funds in accordance with the requirements of the Charity's governing document. The exact date on which the Charity can distribute its remaining funds is unknown and therefore this needs to be duly considered when assessing the Group's ability to continue as a going concern.



Paul Mannion FCA

BK Plus Limited
2 Highlands Court
Cranmore Avenue
Shirley
Solihull
West Midlands
B90 4LE
17 April 2025

STREET (UK) FOUNDATION

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2023

		Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
	Notes						
Income from:							
Donations and legacies	2	-	-	-	39,647	111,000	150,647
Charitable activities	3	574,663	-	574,663	698,646	-	698,646
Other trading activities	4	203,119	-	203,119	520,253	-	520,253
Investments	5	4,894	-	4,894	522	-	522
Total income		782,676	-	782,676	1,259,068	111,000	1,370,068
Expenditure on:							
Raising funds	6	249,317	-	249,317	466,413	-	466,413
Charitable activities	7	1,048,986	-	1,048,986	1,257,408	-	1,257,408
Total expenditure		1,298,303	-	1,298,303	1,723,821	-	1,723,821
Net expenditure		(515,627)	-	(515,627)	(464,753)	111,000	(353,753)
Transfers between funds		111,000	(111,000)	-	(100,000)	100,000	-
Net movement in funds		(404,627)	(111,000)	(515,627)	(564,753)	211,000	(353,753)
Reconciliation of funds:							
Fund balances at 1 April 2022		1,700,192	211,000	1,911,192	2,264,945	-	2,264,945
Fund balances at 31 March 2023		1,295,565	100,000	1,395,565	1,700,192	211,000	1,911,192

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

STREET (UK) FOUNDATION

CONSOLIDATED AND COMPANY BALANCE SHEET

AS AT 31 MARCH 2023

	Notes	Group 2023 £	Group 2022 £	Company 2023 £	Company 2022 £
Fixed assets					
Intangible assets	11	151,867	122,815	-	-
Tangible assets	12	21,493	32,508	-	-
Investments	13	192	192	4	4
		<u>173,552</u>	<u>155,515</u>	<u>4</u>	<u>4</u>
Current assets					
Debtors	14	671,351	1,045,673	1,803,513	1,814,355
Cash at bank and in hand		603,610	1,924,451	5,814	6,863
		<u>1,274,961</u>	<u>2,970,124</u>	<u>1,809,327</u>	<u>1,821,218</u>
Creditors: amounts falling due within one year	16	52,948	1,214,447	513,766	21,030
		<u>1,222,013</u>	<u>1,755,677</u>	<u>1,295,561</u>	<u>1,800,188</u>
Net current assets					
		<u>1,222,013</u>	<u>1,755,677</u>	<u>1,295,561</u>	<u>1,800,188</u>
Total assets less current liabilities		<u>1,395,565</u>	<u>1,911,192</u>	<u>1,295,565</u>	<u>1,800,192</u>
The funds of the charity					
Restricted income funds - general	17	100,000	211,000	-	-
Unrestricted funds	18	1,295,565	1,700,192	1,295,565	1,800,192
		<u>1,395,565</u>	<u>1,911,192</u>	<u>1,295,565</u>	<u>1,800,192</u>

The group is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2023.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the group to obtain an audit of its financial statements for the year in question in accordance with section 476.

The financial statements were approved by the Trustees on 17 April 2025



Mr S Johnson
Trustee

Company registration number 03909272 (England and Wales)

STREET (UK) FOUNDATION

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2023

	Notes	2023 £	£	2022 £	£
Cash flows from operating activities					
Cash absorbed by operations	20		(292,829)		(173,406)
Investing activities					
Purchase of intangible assets		(38,925)		(63,310)	
Purchase of tangible fixed assets		-		(13,012)	
Investment income received		4,894		522	
Net cash used in investing activities			(34,031)		(75,800)
Financing activities					
Loan repayments in the year		(993,981)		(328,756)	
Interest paid		-		(124,750)	
Net cash used in financing activities			(993,981)		(453,506)
Net decrease in cash and cash equivalents			(1,320,841)		(702,712)
Cash and cash equivalents at beginning of year			1,924,451		2,627,163
Cash and cash equivalents at end of year			603,610		1,924,451

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

Charity information

STREET (UK) FOUNDATION is a private company limited by guarantee incorporated in England and Wales. The registered office is 31 Gourock Road, London, England, SE9 1JA.

Basis of preparing the financial statements

The financial statements of the parent 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.

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

The financial statements consolidate the results of the charity and its wholly owned subsidiaries Street (UK) C.I.C. and Street (UK) Services Limited together with the results of Street UK Homes Limited, a company under the common control of the Board of Directors of Street (UK) Foundation. The results of the three subsidiaries are consolidated within the Statement of Financial Activities (SOFA) to give a true and fair view of the state of affairs of the charity and its subsidiaries, therefore the results of the subsidiaries have not been consolidated on a line by line basis.

The charity has availed itself to Paragraph 3 (3) of Schedule 4 of the Companies Act and adapted the Companies Act Formats to reflect the special nature of the charity's activities. A separate SOFA has not been presented for the charity alone as permitted by Section 408 of the Companies Act 2006.

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

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.

Grants are credited to deferred income. Grants towards capital expenditure are released to the Statement of Financial Activities over the expected useful life of the asset. Grants towards revenue expenditure are released to the Statement of Financial Activities as the related expenditure is incurred. Grants towards capital for on lending are released to restricted capital reserves when the funds are utilised in accordance with the company's principal activity.

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.

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

Allocation and apportionment of costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative and management payroll costs. They are incurred directly in support of expenditure on the objects of the charity. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent the charity's income profile.

Development costs

Research expenditure is written off against profits in the year in which it is incurred. Identifiable development expenditure is capitalised as an Intangible Asset to the extent that the technical, commercial and financial feasibility can be demonstrated.

Intangible assets are amortised on a straight line basis over its estimated useful life. Amortisation begins when the intangible asset is available for use. No Amortisation has been made on the Development costs as at the year end the asset is not in a condition necessary for it to be usable in the manner intended.

Tangible fixed assets

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

Improvements to property	-	straight line over the life of the lease
Platform development	-	30% on reducing balance
Fixtures and fittings	-	10% to 30% on reducing balance
Office and computer equipment	-	Straight line over 22.5 years

Related party exemption

The charitable company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Tax recovered from research and development claims is allocated to the expenditure category which the claim relates.

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.

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

Financial instruments

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of the company 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 and subsequently measured at amortised cost using the effective interest method.

Equity instruments

Share capital issued by Street (UK) C.I.C. and Street (UK) Services Limited is recorded at the proceeds received, net of direct costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for twelve months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Operating leases

Rentals applicable to operating leases are charged to the Statement of Financial Activities over the period in which the cost is incurred.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Investments

Investments in subsidiaries are recognised at cost.

Unlisted investments are initially recognised at cost, inclusive of any direct costs associated to the acquisition.

Unlisted investments are assessed for indicators of impairment at each reporting date. An impairment is considered to occur when the recoverable amount of the asset is less than the initial cost. Impairments are recognised in the income statement in the year that they arise.

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

2 Income from donations and legacies

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Grants	-	-	-	39,647	111,000	150,647

3 Income from charitable activities

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Income from charitable activities		
Interest and fees receivable	574,663	698,646

4 Income from other trading activities

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Back Office Service Income	203,119	516,561
Commission	-	3,692
Other trading activities	203,119	520,253

5 Income from investments

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Interest receivable	4,894	522

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

6 Expenditure on trading activities

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Trading costs		
Occupancy	24,066	30,095
Legal and Professional fees	1,578	2,086
Interest, fees and charges	9,548	21,172
IT Costs	38,814	90,474
Loss on sale of assets	-	3,683
Office and Sundry	10,697	19,699
Communications	2,888	10,869
Depreciation and impairment	4,083	8,201
Staff costs	113,886	167,120
Support costs	43,757	133,014
Total costs	249,317	486,413

7 Expenditure on charitable activities

	2023 £	2022 £
Loan Portfolio Write Off	130,217	(57,406)
Fixed Asset and Intangible Asset Write Off	-	5,526
Legal and Professional	4,733	33,418
Advertising	20,880	53,125
IT Costs	116,442	155,720
Staff Costs	366,873	498,239
Depreciation	12,251	16,000
Occupancy	171,671	216,921
Interest, fees and charges	28,644	124,750
Office and Sundry	30,718	31,415
Communications	8,663	16,302
Direct costs		
Share of support and governance costs (see note 8)		
Support	138,303	147,292
Governance	19,591	16,106
	1,048,986	1,257,408
Analysis by fund		
Unrestricted funds	1,048,986	1,257,408
	1,048,986	1,257,408

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

8 Support costs allocated to activities

	2023 £	2022 £
Staff costs	134,022	185,256
Occupancy	16,677	20,975
Legal and professional fees	1,760	3,975
Interest, fees and charges	10,647	7,614
Loss on sale of tangible fixed assets	-	2,568
Office and sundry	11,181	15,892
Communications	3,220	7,574
Depreciation	4,553	5,714
Governance costs	19,591	26,844
	<u>201,651</u>	<u>276,412</u>
Analysed between:		
Trading activities	43,757	113,014
Charitable activities	157,894	163,398
	<u>201,651</u>	<u>276,412</u>

9 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

10 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
	21	32
	<u>21</u>	<u>32</u>
Employment costs		
	2023 £	2022 £
Wages and salaries	614,781	850,615
	<u>614,781</u>	<u>850,615</u>

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

10 Employees

(Continued)

The number of employees whose annual remuneration was more than £60,000 is as follows:

	2023 Number	2022 Number
£60,001 to £70,000	-	2
£80,001 to £90,000	-	1
	<u> </u>	<u> </u>

11 Intangible fixed assets

Group	Development costs £
Cost	
At 1 April 2022	122,815
Additions - internally developed	38,925
	<u> </u>
At 31 March 2023	161,740
Amortisation and impairment	
At 1 April 2022	-
Amortisation charged for the year	9,873
	<u> </u>
At 31 March 2023	9,873
Carrying amount	
At 31 March 2023	151,867
	<u> </u>
At 31 March 2022	122,815
	<u> </u>

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

12 Tangible fixed assets

Group	Leasehold improvements £	Plant and equipment £	Fixtures and fittings £	Computers £	Total £
Cost					
At 1 April 2022	14,868	200,474	7,448	21,125	243,915
At 31 March 2023	14,868	200,474	7,448	21,125	243,915
Depreciation and impairment					
At 1 April 2022	14,868	184,686	5,935	5,918	211,407
Depreciation charged in the year	-	5,462	293	5,261	11,016
At 31 March 2023	14,868	190,148	6,228	11,179	222,423
Carrying amount					
At 31 March 2023	-	10,326	1,220	9,946	21,492
At 31 March 2022	-	15,788	1,513	15,207	32,508

13 Fixed asset investments

Group	Unlisted investments £
Cost or valuation	
At 1 April 2022 & 31 March 2023	192
Carrying amount	
At 31 March 2023	192
At 31 March 2022	192

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

13 Fixed asset investments

(Continued)

Company

The company's investments at the balance sheet date in the share capital of companies are noted below.

Each subsidiary company has ceased its trading activities and each company entered solvent administration in June 2024:

Street (UK) C.I.C

	%		2023	2022
Class of share:	holding		£	£
Ordinary	100			
Aggregate capital and reserves			2	2

Street (UK) Services Limited

	%		2023	2022
Class of share:	holding		£	£
Ordinary	100			
Aggregate capital and reserves			2	2

Street UK Homes Limited

The company is limited by guarantee and has no share capital. The company is under the common control of the Board of Trustees of Street (UK) Foundation.

	2023	2022
	£	£
Aggregate capital and reserves	100,000	100,000

The company's reserves of £100,000 represents a fund to ensure future capital requirements incurred by Street UK Homes Limited can be settled by utilisation of the fund.

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

14 Debtors

	2023 £	2022 £
Group		
Trade debtors	48,640	44,002
Loan Portfolio	498,810	849,024
Other debtors	65,715	37,060
Prepayments and accrued income	58,186	115,587
	<u>671,351</u>	<u>1,045,673</u>
Company	2023 £	2022 £
Amounts owed by subsidiary undertakings	1,774,853	1,777,295
Other debtors	28,660	37,060
	<u>1,803,513</u>	<u>1,814,355</u>

15 Loans and overdrafts

	2023 £	2022 £
Other loans	-	993,981
	<u>-</u>	<u>993,981</u>
Payable within one year	-	993,981
	<u>-</u>	<u>993,981</u>

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

16 Creditors

Group	2023 £	2022 £
Other Loans	-	993,981
Trade Creditors	12,621	85,678
Social Security	13,216	21,628
Other Creditors	27,111	113,160
	<u>52,948</u>	<u>1,214,447</u>
Company	2023 £	2022 £
Amounts owed to subsidiary undertakings	510,766	14,480
Other Creditors	3,000	6,550
	<u>513,766</u>	<u>21,030</u>

17 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	At 1 April 2022 £	Incoming resources £	Transfers £	At 31 March 2023 £
Capital fund - Street UK Homes	100,000	-	-	100,000
Capital fund - IT Development	111,000	-	(111,000)	-
	<u>211,000</u>	<u>-</u>	<u>(111,000)</u>	<u>100,000</u>
Previous year:	At 1 April 2021 £	Incoming resources £	Transfers £	At 31 March 2022 £
Capital fund - Street UK Homes	-	-	100,000	100,000
Capital fund - IT Development	-	111,000	-	111,000
	<u>-</u>	<u>111,000</u>	<u>100,000</u>	<u>211,000</u>

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

18 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 April 2022 £	Incoming resources £	Resources expended £	Transfers £	At 31 March 2023 £
General funds	1,700,192	782,676	(1,298,303)	111,000	1,295,565
Previous year:	At 1 April 2021 £	Incoming resources £	Resources expended £	Transfers £	At 31 March 2022 £
General funds	2,264,945	1,259,068	(1,723,821)	(100,000)	1,700,192

19 Analysis of net assets between funds

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
At 31 March 2023:			
Intangible fixed assets	151,867	-	151,867
Tangible assets	21,492	-	21,492
Investments	192	-	192
Current assets/(liabilities)	1,122,014	100,000	1,222,014
	1,295,565	100,000	1,395,565
	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
At 31 March 2022:			
Intangible fixed assets	122,815	-	122,815
Tangible assets	32,508	-	32,508
Investments	192	-	192
Current assets/(liabilities)	1,544,677	211,000	1,755,677
	1,700,192	211,000	1,911,192

STREET (UK) FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

20	Cash absorbed by operations	2023	2022
		£	£
	Deficit for the year	(515,627)	(353,753)
	Adjustments for:		
	Investment income recognised in statement of financial activities	(4,894)	(522)
	Finance Expense	-	124,750
	Depreciation and impairment of tangible fixed assets	16,334	41,692
	Movements in working capital:		
	Decrease in debtors	382,737	27,544
	(Decrease) in creditors	(171,379)	(13,117)
	Cash absorbed by operations	(292,829)	(173,406)
21	Analysis of changes in net funds		
		At 1 April 2022	Cash flowsAt 31 March 2023
		£	£
	Cash at bank and in hand	1,924,451	(1,320,841) 603,610
	Loans falling due within one year	(993,981)	993,981 -
		<u>930,470</u>	<u>(326,860) 603,610</u>

STREET (UK) FOUNDATION

England & Wales - Charity number 1081902

Accounts

REGISTERED COMPANY NUMBER: 03909272 (England and Wales)
REGISTERED CHARITY NUMBER: 1081902

**STREET (UK) FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)**

Group Report of the Trustees and

Audited Financial Statements

for the Year Ended 31 March 2022

BK Plus Audit Limited
2 Highlands Court
Cranmore Avenue
Solihull
West Midlands
B90 4LE

STREET (UK) FOUNDATION

Contents of the Financial Statements for the Year Ended 31 March 2022

	Page
Reference and Administrative Details	1
Report of the Trustees	2 to 9
Report of the Independent Auditors	10 to 12
Consolidated Statement of Financial Activities	13
Consolidated Balance Sheet & Company Balance Sheet	14 to 15
Consolidated Cash Flow Statement	16
Notes to the Cash Flow Statement	17
Notes to the Financial Statements	18 to 34

STREET (UK) FOUNDATION

Reference and Administrative Details for the Year Ended 31 March 2022

TRUSTEES	S Johnson P R Tyrrell Ms G L Smith (resigned 12/1/2022) Ms L Blackwell (resigned 12/1/2022)
CHIEF EXECUTIVE OFFICER	Mrs J Herdman
REGISTERED OFFICE	Neville House 14 Waterloo Street Birmingham West Midlands B2 5TX
REGISTERED COMPANY NUMBER	03909272 (England and Wales)
REGISTERED CHARITY NUMBER	1081902
INDEPENDENT AUDITORS	BK Plus Audit Limited 2 Highlands Court Cranmore Avenue Solihull West Midlands B90 4LE
SOLICITORS	Irwin Mitchell 9 th Floor, The Colmore Building 20 Colmore Circus Birmingham B4 6AH

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2022

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

The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

The objects of the Foundation are the relief of poverty; in particular (without prejudice to the generality) through:

- the provision of credit and other financial services for those excluded from mainstream financial services and who might otherwise fall prey to unscrupulous and usurious lenders; and,
- the provision of assistance with personal and household budgeting and engaging with the financial services industry; and,
- the promotion of education and training in the skills required for the effective management of personal and household finances ("the Objects").

The Foundation's mission is to support financially excluded individuals with tailored financial services, and offer a secure pathway out of debt, welfare and cash-economy dependency on a sustainable basis.

Public benefit

The trustees are aware of the obligations of the charity, which are set out in the Guidance issued by The Charities Commission under The Charities Act 2006. They are confident that the work of the charity in pursuit of its objects is delivering Public Benefit. The Trustees will comply with the future reporting requirements in this regard.

Trustees indemnity insurance

The trustees are the directors of the Company. During the year and up to the date of approval of the financial statements, there was a qualifying third party indemnity in place for directors as allowed by Section 234 of the Companies Act 2006.

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2022

STRATEGIC REPORT

Achievement and performance

Personal lending

The reduction in lending experienced post Covid-19 was halted in 2021/22 with a small increase in lending to £1.1million compared to £950k in 2020/21 comprising 2,823 individual advances to customers.

Plans for 2022/23 see this increase in lending continuing, but at a measured pace, with targeted lending standing at approximately £1.3million for the year.

Housing loans

Street (UK) Homes Limited maintained its primary focus on loan administration services for its core product offering.

As a result of the strategic change away from a full product offering, 2021/22 saw the planned cessation of the Salford City Council contract.

This resulted in a lower volume of transactions during the year with £9.7million of loan funds remaining under management at the end of the period.

Back Office Services

During the year Street (UK) Services saw the long-planned cessation of the Start Up Loans Company contract. This significantly reduced the number of transactions for the year, but the operation still had approximately £57million under administration by the end of the period.

Social Impact

During the year Street (UK) C.I.C measured and reported on its social impact, which included providing affordable credit to the following groups and individuals. Of the total, they were:

- Lone parents with dependent children
- Social Housing Tenants
- People suffering from a long-term illness or disability
- Women
- People living in the top 20 Indexes of Multiple Deprivation

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2022

STRATEGIC REPORT

Key Performance Indicators

The board has developed the evaluation of success against the Group's strategic and financial objectives. In order to measure performance. Each year the board reviews Key Performance Indicators (KPI's) on which it monitors and assess the Group's performance:

Lending	<i>KPI</i>	15% New customer lending growth
	<i>Outcome</i>	31% New customer lending growth
Social impact-Income standard	<i>KPI</i>	50% Customers with Minimum Income Standard (MIS) of less than £20,100
	<i>Outcome</i>	80% of customers have MIS of less than £20,100
Social Impact - Savings to customers	<i>KPI</i>	Net borrowing-costs savings to customers
	<i>Outcome</i>	Based on an average loan amount of £510, net borrowing-cost savings of £443 for each customer when compared against a prominent doorstep lender.
Social Impact - Deprivation Index	<i>KPI</i>	>50% of customers served live in the top 20% of deprived postcodes
	<i>Outcome</i>	71% of customers served live in the top 20% of deprived postcodes.
Customer Feedback - Complaints	<i>KPI</i>	Customer complaints not to exceed 5% of customers served
	<i>Outcome</i>	Customer complaints totalled 4.9% of all customers served.
Customer Feedback - Reviews	<i>KPI</i>	Independent positive customer feedback >95% satisfaction rate.
	<i>Outcome</i>	98% positive feedback from customers and a Feefo Platinum Trusted Award

Thanks

The Board would like to thank our investors for all of the valuable support they have provided over the last few years.

In April 2022, Kashaf Ali resigned as the Chief Executive Officer after eighteen years with Street UK. The Directors and Trustees would like to thank him for his years of service and for the passion he has shown for the Street UK mission and also his support to the wider social finance sector.

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2022

STRATEGIC REPORT

Financial review

Street (UK) Foundation made a deficit for the year of £353,753 compared to a surplus in 2020/21 of £504,821. The reasons for this loss are varied and the performance of each operating subsidiary is discussed below:

Street (UK) CIC suffered from the effects of the reduction in loan book experienced post Covid-19. The enforced closure of branches saw the operation reinvent itself as a centralised, telephony-based operation. As the country was hesitant in venturing out, the branch network struggled to make face-to-face appointments and the productivity of the company reduced significantly.

This reduction in the loan book resulted in significantly less income from interest during 2021/22. Income from lending fell from £1 million in 2020/21 to £694k in 2021/22.

Gradually, the viability of the branches increased, and Street (UK) CIC now has three branches open supporting its centralised operation. In October 2021, the use of Open Banking was introduced, and this has helped increase efficiency within the central operations.

The company looked to reduce costs where it could. Where branches were deemed unnecessary, rental commitments were alleviated by surrender or assignment. The current three branches are strategically placed to enable all customers within the West Midlands easy accessibility. However, required one-off enhancements to its IT infrastructure, to increase operational resilience, saw costs remain higher than income for the year.

Plans for 2022/23 see overhead costs reduce further, supported by efficiency gains from additional digitalisation within the operation, whilst the increasing loan book will generate more income than in 2021/22.

Street UK Homes Limited parted company with a large client and saw the associated loss of income. However, the cost base of Street UK Homes remains low and is more than covered by trading income.

Street (UK) Services Limited saw the long-planned exit of a major customer in the summer of 2021. This obviously reduced income for the year.

The full effect of cost savings already made will be felt in 2022/23. Alongside reducing costs, it also became necessary to examine the fee structure for existing clients. Whilst this was done with a heavy heart, it was necessary to revise fees upwards to ensure the longevity of the operation. We thank clients for their support in this review and look forward to serving them for many years to come.

Principle funding sources and Investment

The investors in Street (UK) CIC had extended their investment to cover 2020/21 and the Trustees and Directors thank them for their support as the company recovered from the impact of Covid-19.

By 1 April 2022, two investors had been repaid in full and three fell due for repayment in October 2022.

The Board of Directors along with the Trustees of the Foundation decided that these investors should be fully repaid early and as of June 2022, all investors have received full repayment of their investment.

Whilst it is the intention of Street (UK) CIC to seek further investment so as to allow additional lending to financially-excluded individuals in areas of deprivation outside of the West Midlands, the current strategy is to manage lending in line with cash resources and to be financially self-sufficient for the foreseeable future.

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2022

STRATEGIC REPORT

Investment policy and objectives

The trustees' policy is to invest operating funds in easy access and relatively low risk bank accounts.

Reserves policy

The trustees' reserves policy is to manage the reserves in such a way as to have sufficient funds available for the orderly winding up of the company without liability should its future income be in such doubt that this is the only credible course of action.

Principal risks and uncertainties

The board of trustees has mandated the Audit and Risk Committee to monitor the risk management process and systems of internal control of the Group. The Board oversees the activities of the Audit and Risk Committee, the Group's internal audit process and external auditors, and the Group's risk management function as delegated to the Company's Audit and Risk Committee.

The Group's Risk management involves the identification and evaluation of risks and is the responsibility of the Audit and Risk Committee together with the Board. The Group's ability to manage risk is continually growing through the focus on risk management capability to ensure that it remains robust and that emerging risks are identified, assessed and managed effectively.

The Audit and Risk committee have established an effective risk management framework where important and emerging risks are identified, quantified and managed through the Groups Risk Register and movements are monitored.

Future plans

The financial year 2021/22 was a very difficult one for Street UK. The resulting loss resulted in the Group having a hard look at its ambitions for the next few years. The mission remains the same but plans for ambitious growth have been reined in temporarily until adequate external funding is received to enable growth into additional areas of deprivation in the UK.

In the meantime, plans are to continue for the development of initiatives to help improve customers financial health and resilience. Street UK CIC already provides digital signposting for those customers it can't help and also for existing customers to enable them to access free and impartial debt advice. They are also given access to a benefits calculator which helps to identify any grant support to which an individual may be entitled. We also now signpost those customers we can't help customers to GAMSTOP where we have highlighted an excessive amount of gambling- related spend.

Our reduced branch network is now back up and supporting customers within the community who struggle with digital applications or who just prefer face-to-face customer service. Open Banking has improved the efficiency of our central operations. Investment into a seamless enquiry and application process will further improve the online customer journey and in-house efficiency.

Our Street UK Services and Street UK Homes operations will continue to support our corporate and local authority clients and will work with them on any initiatives they develop.

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Structural Changes to Governance

On the 12 January 2022 an Extraordinary General Meeting was convened and a common Board of Directors for the three operating subsidiaries of Street (UK) CIC, Street (UK) Services Limited and Street UK Homes Limited was created with delegated powers from the Trustees of Street (UK) Foundation.

Lynda Blackwell and Georgina Smith retired as Trustees and were appointed as Directors of the common Board along with Kashaf Ali (CEO) and Julia Herdman (Finance Director). Lynda Blackwell was appointed as Chair of the Board.

Work has commenced on the recruitment of at least two further Non-Executive Directors (with explicit experience within finance/audit and IT) to support the work of the Board.

Steven Johnson and Patrick Tyrrell remained as Trustees of Street (UK) Foundation.

Recruitment and appointment of new trustees

Trustees are appointed by members at the Annual General Meeting. Additional trustees may be co-opted between AGMs. The minimum number of trustees is two there is no maximum.

Organisational structure

The board of trustees meet quarterly to review the progress and activities of the Group. Once a year trustees review and approve a three year business / strategic development plan and the budgets for the following year and agree the remuneration of the Chief Executive. Day to day management of the Group within the agreed strategy and budgets is delegated to the Chief Executive.

Induction and training of new trustees

New trustees of Street (UK) Foundation are invited to an induction day to brief them on their legal obligations under charity and company law, they also receive an induction pack including guides published by Companies House and the Charity Commission, the Memorandum and Articles of Association, the Audited Accounts and the current business plan and budgets. During the induction day they meet key members of staff and discuss key operational issues.

Key management remuneration

The trustees consider the board of directors, who are also the Charity's trustees, and the senior management team comprise the key management personnel of Street (UK) Foundation in charge of directing and controlling, running and operating the Charity on a day to day basis. All trustees give of their time freely and no trustee received remuneration in the year ending 31 March 2022. The remuneration paid to the Charity's employees is reviewed annually and a performance related increase is made where appropriate. The pay is benchmarked against pay levels for other roles with similar responsibilities elsewhere within the sector.

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Audit and Risk Committee

The role of the charity's Audit Committee is to oversee responsibilities in relation to the Charity's financial reporting, internal control system, risk management system and external audit function. The Committee will also review any judgements made in connection with the preparation of the group's financial statements, preliminary announcements and any related formal statements.

Related parties

The charity has two wholly owned subsidiaries, Street (UK) C.I.C. and Street (UK) Services Limited. The board of trustees of the charity also control Street UK Homes Limited. All three companies covenant their profits to the charity.

Street (UK) C.I.C. delivers the objectives of the charity via the provision of specialist financial services to individuals that are financially excluded. Street UK Homes Limited also delivers the objectives of the charity via the provision of relocation, home improvement and disabled facility loans for individuals who for a variety of reasons are unable to secure credit from mainstream financial institutions. Street (UK) Services Limited generates income from the provision of other products and services including sales of Street (UK) C.I.C.'s loan management software 'StreetSERVE'

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The trustees have a risk management strategy which comprises:

- An annual review of the main risks the charity faces;
- The establishment of systems and procedures to mitigate those risks and;
- The implementation of procedures designed to minimise the impact of the identified risks should they materialise.

This work has driven the development of new contingency management and disaster recovery plans. This work is on going.

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2022

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

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

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

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

In so far as the trustees are aware:

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

AUDITORS

The auditors, BK Plus Audit Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 31 August 2022 and signed on the board's behalf by:



Mrs J Herdman - Secretary

Report of the Independent Auditors to the Members of Street (UK) Foundation

Opinion

We have audited the financial statements of Street (UK) Foundation (the 'parent charitable company') and its subsidiaries ("the group") for the year ended 31 March 2022 which comprise the Statement of Financial Activities, the Consolidated and company Balance Sheet, the Consolidated Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charitable company's affairs as at 31 March 2022 and of its group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the 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 charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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.

Report of the Independent Auditors to the Members of Street (UK) Foundation

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters where 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 parent company 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.

Responsibilities of trustees

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

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

Report of the Independent Auditors to the Members of Street (UK) Foundation

Our 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 a Report of the Independent Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management, those charged with governance around actual and potential litigation and claims;
- Enquiry of entity staff to identify any instances of non-compliance with laws and regulations;
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.
- Performing audit work over the risk of understatement of income including substantive testing and obtaining corroborated explanations from Management.
- Performing audit work on bad debts reviewing for management bias and obtaining corroborated explanations from management.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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

Use of our report

This report is made solely to the charitable parent 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 parent 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.



Paul Mannion FCA FCCA (Senior Statutory Auditor)
for and on behalf of BK Plus Audit Limited
2 Highlands Court
Cranmore Avenue
Solihull
West Midlands
B90 4LE

31 August 2022

STREET (UK) FOUNDATION

Consolidated Statement of Financial Activities for the Year Ended 31 March 2022

		Unrestricted funds	Restricted funds	Total funds 2022	Total funds 2021
	Notes	£	£	£	£
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	39,647	111,000	150,647	325,464
Charitable activities	5				
Provision of loan finance to excluded individuals		698,646	-	698,646	1,011,681
Other trading activities	3	520,253	-	520,253	1,261,629
Investment income	4	<u>522</u>	<u>-</u>	<u>522</u>	<u>2,798</u>
Total		1,259,068	111,000	1,370,068	2,601,572
EXPENDITURE ON					
Raising funds					
Other trading activities	6	<u>466,413</u>	<u>-</u>	<u>466,413</u>	<u>600,753</u>
		466,413	-	466,413	600,753
Charitable activities	7				
Provision of loan finance to excluded individuals		<u>1,257,408</u>	<u>-</u>	<u>1,257,408</u>	<u>1,495,998</u>
Total		<u>1,723,821</u>	<u>-</u>	<u>1,723,821</u>	<u>2,096,751</u>
NET INCOME/(EXPENDITURE)		(464,753)	111,000	(353,753)	504,821
Transfers between funds	23	<u>(100,000)</u>	<u>100,000</u>	<u>-</u>	<u>-</u>
Net movement in funds		(564,753)	211,000	(353,753)	504,821
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>2,264,945</u>	<u>-</u>	<u>2,264,945</u>	<u>1,760,124</u>
TOTAL FUNDS CARRIED FORWARD		<u>1,700,192</u>	<u>211,000</u>	<u>1,911,192</u>	<u>2,264,945</u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

STREET (UK) FOUNDATION

Consolidated and Company Balance Sheet 31 March 2022

		Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
	Notes				
FIXED ASSETS					
Intangible assets	13	122,815	59,505	-	-
Tangible assets	14	32,508	61,188	-	-
Investments	15	192	192	4	4
		155,515	120,885	4	4
CURRENT ASSETS					
Debtors: amounts due within one year	16	1,017,013	1,032,407	1,535,695	2,232,847
Debtors: amounts falling due after one year	16	28,660	40,810	278,660	40,810
Cash at bank		1,924,451	2,627,163	6,863	3,659
		2,970,124	3,700,380	1,821,218	2,277,316
CREDITORS					
Amounts falling due within one year	17	(1,214,447)	(562,910)	(21,030)	(12,375)
NET CURRENT ASSETS		1,755,677	3,137,470	1,800,188	2,264,941
TOTAL ASSETS LESS CURRENT LIABILITIES					
		1,911,192	3,258,355	1,800,192	2,264,945
CREDITORS					
Amounts falling due more than one year	18	-	(993,410)	-	-
NET ASSETS		1,911,192	2,264,945	1,800,192	2,264,945

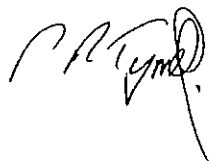
The notes form part of these financial statements

STREET (UK) FOUNDATION

Consolidated and Company Balance Sheet - continued 31 March 2022

		Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
	Notes				
FUNDS					
Unrestricted funds:	23				
General fund		1,700,192	2,264,945	1,800,192	2,264,945
Restricted funds:					
Capital fund-Street UK Homes		100,000	-	-	-
Capital fund-IT Development		111,000	-	-	-
		<u>211,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL FUNDS		<u>1,911,192</u>	<u>2,264,945</u>	<u>1,800,192</u>	<u>2,264,945</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 31 August 2022 and were signed on its behalf by:



P R Tyrrell - Trustee



S Johnson - Trustee

The notes form part of these financial statements

STREET (UK) FOUNDATION

Consolidated Cash Flow Statement for the Year Ended 31 March 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	<u>(173,406)</u>	<u>1,792,793</u>
Net cash (used in)/provided by operating activities		<u>(173,406)</u>	<u>1,792,793</u>
Cash flows from investing activities			
Purchase of intangible fixed assets		(63,310)	(59,505)
Purchase of tangible fixed assets		(13,012)	(9,557)
Interest received		<u>522</u>	<u>2,798</u>
Net cash used in investing activities		<u>(75,800)</u>	<u>(66,264)</u>
Cash flows from financing activities			
Loan repayments in year		(328,756)	(91,491)
Interest paid		<u>(124,750)</u>	<u>(120,892)</u>
Net cash used in financing activities		<u>(453,506)</u>	<u>(212,383)</u>
Change in cash and cash equivalents in the reporting period		(702,712)	1,514,146
Cash and cash equivalents at the beginning of the reporting period		<u>2,627,163</u>	<u>1,113,017</u>
Cash and cash equivalents at the end of the reporting period		<u>1,924,451</u>	<u>2,627,163</u>

The notes form part of these financial statements

STREET (UK) FOUNDATION

Notes to the Consolidated Cash Flow Statement for the Year Ended 31 March 2022

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

	2022 £	2021 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(353,753)	504,821
Adjustments for:		
Depreciation charges	29,915	38,922
Loss on disposal of fixed assets	11,777	4,881
Interest received	(522)	(2,798)
Finance expense	124,750	120,892
Decrease in debtors	27,544	1,067,702
(Decrease)/increase in creditors	(13,117)	58,373
Net cash (used in)/provided by operations	<u>(173,406)</u>	<u>1,792,793</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/4/21 £	Cash flow £	At 31/3/22 £
Net cash			
Cash at bank	<u>2,627,163</u>	<u>(702,712)</u>	<u>1,924,451</u>
	<u>2,627,163</u>	<u>(702,712)</u>	<u>1,924,451</u>
Debt			
Debts falling due within 1 year	(329,327)	(664,654)	(993,981)
Debts falling due after 1 year	<u>(993,410)</u>	<u>993,410</u>	<u>-</u>
	<u>(1,322,737)</u>	<u>328,756</u>	<u>(993,981)</u>
Total	<u>1,304,426</u>	<u>(373,956)</u>	<u>930,470</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements for the Year Ended 31 March 2022

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the parent 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.

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

The financial statements consolidate the results of the charity and its wholly owned subsidiaries Street (UK) C.I.C. and Street (UK) Services Limited together with the results of Street UK Homes Limited, a company under the common control of the Board of Directors of Street (UK) Foundation. The results of the three subsidiaries are consolidated within the Statement of Financial Activities (SOFA) to give a true and fair view of the state of affairs of the charity and its subsidiaries, therefore the results of the subsidiaries have not been consolidated on a line by line basis.

The charity has availed itself to Paragraph 3 (3) of Schedule 4 of the Companies Act and adapted the Companies Act Formats to reflect the special nature of the charity's activities. A separate SOFA has not been presented for the charity alone as permitted by Section 408 of the Companies Act 2006.

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

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.

Grants are credited to deferred income. Grants towards capital expenditure are released to the Statement of Financial Activities over the expected useful life of the asset. Grants towards revenue expenditure are released to the Statement of Financial Activities as the related expenditure is incurred. Grants towards capital for on lending are released to restricted capital reserves when the funds are utilised in accordance with the company's principal activity.

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.

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

1. ACCOUNTING POLICIES - continued

Allocation and apportionment of costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative and management payroll costs. They are incurred directly in support of expenditure on the objects of the charity. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent the charity's income profile.

Development costs

Research expenditure is written off against profits in the year in which it is incurred. Identifiable development expenditure is capitalised as an Intangible Asset to the extent that the technical, commercial and financial feasibility can be demonstrated.

Intangible assets are amortised on a straight line basis over its estimated useful life. Amortisation begins when the intangible asset is available for use. No Amortisation has been made on the Development costs as at the year end the asset is not in a condition necessary for it to be usable in the manner intended.

Tangible fixed assets

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

Improvements to property	- straight line over the life of the lease
Platform development	- 30% on reducing balance
Fixtures and fittings	- 10% to 30% on reducing balance
Office and computer equipment	- Straight line over 22.5 years

Related party exemption

The charitable company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Tax recovered from research and development claims is allocated to the expenditure category which the claim relates.

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.

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

1. ACCOUNTING POLICIES - continued

Financial instruments

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of the company 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 and subsequently measured at amortised cost using the effective interest method.

Equity instruments

Share capital issued by Street (UK) C.I.C. and Street (UK) Services Limited is recorded at the proceeds received, net of direct costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for twelve months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Operating leases

Rentals applicable to operating leases are charged to the Statement of Financial Activities over the period in which the cost is incurred.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Investments

Investments in subsidiaries are recognised at cost.

Unlisted investments are initially recognised at cost, inclusive of any direct costs associated to the acquisition.

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

1. ACCOUNTING POLICIES - continued

Investments

Unlisted investments are assessed for indicators of impairment at each reporting date. An impairment is considered to occur when the recoverable amount of the asset is less than the initial cost. Impairments are recognised in the income statement in the year that they arise.

2. DONATIONS AND LEGACIES

	2022	2021
	£	£
Grants	<u>150,647</u>	<u>325,464</u>

Grants received, included in the above, are as follows:

	2022	2021
	£	£
Capital Grant	-	2,533
Government grant	39,647	101,931
Financial support grant	-	221,000
Financial support grant (Restricted)	<u>111,000</u>	<u>-</u>
	<u>150,647</u>	<u>325,464</u>

3. OTHER TRADING ACTIVITIES

	2022	2021
	£	£
Back office charges	516,561	1,252,282
Commission	<u>3,692</u>	<u>9,347</u>
	<u>520,253</u>	<u>1,261,629</u>

4. INVESTMENT INCOME

	2022	2021
	£	£
Deposit account interest	<u>522</u>	<u>2,798</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

5. INCOME FROM CHARITABLE ACTIVITIES

		2022	2021
	Activity	£	£
Interest and fees receivable	Provision of loan finance to excluded individuals	698,646	1,011,681

6. OTHER TRADING ACTIVITIES

	2022	2021
	£	£
Staff costs	167,120	270,385
Office and sundry	19,699	2,015
Occupancy	30,095	-
Communications	10,869	-
Legal and professional fees	2,086	-
Interest, fees and charges	21,172	-
IT costs	90,474	-
Depreciation	8,201	-
Loss on sale of assets	3,683	-
Support costs	<u>113,014</u>	<u>328,353</u>
	<u>466,413</u>	<u>600,753</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs	Support costs (see note 8)	Totals
	£	£	£
Provision of loan finance to excluded individuals	<u>1,094,010</u>	<u>163,398</u>	<u>1,257,408</u>

8. SUPPORT COSTS

	Management	Governance costs	Totals
	£	£	£
Other trading activities	102,276	10,738	113,014
Provision of loan finance to excluded individuals	<u>147,292</u>	<u>16,106</u>	<u>163,398</u>
	<u>249,568</u>	<u>26,844</u>	<u>276,412</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

8. SUPPORT COSTS - continued

Support costs, included in the above, are as follows:

Management

			2022	2021
		Provision of loan finance to excluded individuals	Total activities	Total activities
	Other trading activities £	£	£	£
Wages	74,102	111,154	185,256	225,533
Occupancy	8,390	12,585	20,975	106,182
Legal and professional fees	3,975	-	3,975	4,436
Communications	3,030	4,544	7,574	41,436
IT costs	-	-	-	73,047
Office and sundry	6,420	9,472	15,892	81,503
Interest, fees and charges	3,046	4,568	7,614	55,380
Depreciation of tangible assets	2,286	3,428	5,714	36,922
Loss on sale of tangible fixed assets	1,027	1,541	2,568	4,881
	<u>102,276</u>	<u>147,292</u>	<u>249,568</u>	<u>629,320</u>

Governance costs

			2022	2021
		Provision of loan finance to excluded individuals	Total activities	Total activities
	Other trading activities £	£	£	£
Auditors' remuneration	9,312	13,968	23,280	22,340
Auditors' remuneration for non audit work	792	1,188	1,980	-
Legal and professional fees	634	950	1,584	19,190
	<u>10,738</u>	<u>16,106</u>	<u>26,844</u>	<u>41,530</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

9. NET INCOME/(EXPENDITURE)

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

	2022	2021
	£	£
Auditors' remuneration	5,760	4,900
Audit of the charity's subsidiaries	17,520	17,440
Auditors' remuneration for non audit work	1,980	-
Depreciation - owned assets	29,915	38,922
Deficit on disposal of fixed assets	11,777	4,881
Pension costs	17,480	13,289
Operating leases	209,756	206,123
Research and development costs	<u>102,100</u>	<u>-</u>

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

Trustees' expenses

Expenses totalling £837 were reimbursed to the trustees during the period (2021: £696).

11. STAFF COSTS

	2022	2021
	£	£
Wages and salaries	763,266	839,499
Social security costs	69,869	57,467
Other pension costs	<u>17,480</u>	<u>13,289</u>
	<u>850,615</u>	<u>910,255</u>

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

	2022	2021
Staff	<u>32</u>	<u>37</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2022	2021
£60,001 - £70,000	2	-
£80,001 - £90,000	1	-
£90,001 - £100,000	<u>-</u>	<u>1</u>
	<u>3</u>	<u>1</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

11. STAFF COSTS - continued

Due to the nature of each employee's diverse roles it is impractical to analyse them between the functions of the charity.

The Group's key management personnel comprise the trustees and the key management of its subsidiary companies; Street (UK) C.I.C., Street (UK) Services Limited and Street UK Homes Limited. The key management personnel of the subsidiaries are the Chief Executive Officer, the Chief Finance Officer, the IT Manager, Advertising and the Front and Back Office Operation Managers whose employee benefits for the year ended 31 March 2022 total £226,124 (2021:£225,333).

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	322,931	2,533	325,464
Charitable activities			
Provision of loan finance to excluded individuals	1,011,681	-	1,011,681
Other trading activities	1,261,629	-	1,261,629
Investment income	<u>2,798</u>	<u>-</u>	<u>2,798</u>
Total	2,599,039	2,533	2,601,572
EXPENDITURE ON			
Raising funds			
Other trading activities	<u>599,525</u>	<u>1,228</u>	<u>600,753</u>
	599,525	1,228	600,753
Charitable activities			
Provision of loan finance to excluded individuals	<u>1,494,693</u>	<u>1,305</u>	<u>1,495,998</u>
Total	<u>2,094,218</u>	<u>2,533</u>	<u>2,096,751</u>
NET INCOME	504,821	-	504,821
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>1,760,124</u>	<u>-</u>	<u>1,760,124</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>2,264,945</u></u>	<u><u>-</u></u>	<u><u>2,264,945</u></u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

13. INTANGIBLE FIXED ASSETS

Group

	Development costs £
COST	
At 1 April 2021	59,505
Additions	<u>63,310</u>
At 31 March 2022	<u>122,815</u>
NET BOOK VALUE	
At 31 March 2022	<u>122,815</u>
At 31 March 2021	<u>59,505</u>

Company

The company did not hold any Intangible fixed assets at 31 March 2022 (2021:£nil).

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

14. TANGIBLE FIXED ASSETS

Group

	Improvements to property £	Platform development £	Fixtures and fittings £	Office and computer equipment £	Totals £
COST					
At 1 April 2021	19,556	10,000	7,448	256,429	293,433
Additions	-	11,125	-	1,887	13,012
Disposals	(4,688)	-	-	(57,842)	(62,530)
At 31 March 2022	<u>14,868</u>	<u>21,125</u>	<u>7,448</u>	<u>200,474</u>	<u>243,915</u>
DEPRECIATION					
At 1 April 2021	18,073	2,218	5,026	206,928	232,245
Charge for year	82	3,700	909	25,224	29,915
Eliminated on disposal	(3,287)	-	-	(47,466)	(50,753)
At 31 March 2022	<u>14,868</u>	<u>5,918</u>	<u>5,935</u>	<u>184,686</u>	<u>211,407</u>
NET BOOK VALUE					
At 31 March 2022	<u>-</u>	<u>15,207</u>	<u>1,513</u>	<u>15,788</u>	<u>32,508</u>
At 31 March 2021	<u>1,483</u>	<u>7,782</u>	<u>2,422</u>	<u>49,501</u>	<u>61,188</u>

Company

The company did not hold any Tangible fixed assets at 31 March 2022 (2021:£nil).

15. FIXED ASSET INVESTMENTS

	Shares in Unlisted investments £
COST	
At 1 April 2021 and 31 March 2022	<u>73,699</u>
PROVISIONS	
At 1 April 2021 and 31 March 2022	<u>73,507</u>
NET BOOK VALUE	
At 31 March 2022	<u>192</u>
At 31 March 2021	<u>192</u>

There were no investment assets outside the UK.

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

15. FIXED ASSET INVESTMENTS - continued

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

Street UK Homes Limited

Registered office: Neville House, 14 Waterloo Street, Birmingham, West Midlands, B2 5TX

	2022	2021
	£	£
Aggregate capital and reserves	100,000	-

The Reserves of £100,000 is a fund to ensure future capital requirements incurred by Street UK Homes Limited can be settled by utilisation of the fund.

The company is limited by guarantee and has no share capital.

The principal activity of the company was that of the management of a loan portfolio which exists to enable individuals who for a variety of reasons are unable to secure credit from mainstream financial institutions.

Street (UK) C.I.C

Registered office: Neville Street, 14 Waterloo Street, Birmingham, West Midlands B2 5TX

	% holding	2022	2021
		£	£
Class of share:			
Ordinary	100		
Aggregate capital and reserves		2	2

The principal activity is that of relieving poverty through the provision of temporary support.

Street (UK) Services Limited

Registered office: Neville House, 14 Waterloo Street, Birmingham, West Midlands, B2 5TX

	% holding	2022	2021
		£	£
Class of share:			
Ordinary	100		
Aggregate capital and reserves		2	2

The principal activity is the provision of back office services, computer software, training and support.

The profits earned by the subsidiaries are donated to the charity.

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

16. DEBTORS

Amounts falling due within one year:

	Group 31 March 2022 £	Group 31 March 2021 £	Company 31 March 2022 £	Company 31 March 2021 £
Trade debtors	44,002	171,798	-	-
Loan Portfolio	849,024	715,054	-	-
Amounts due from subsidiaries	-	-	1,527,295	2,229,097
Other debtors	8,400	3,750	8,400	3,750
Prepayments and accrued income	<u>115,587</u>	<u>141,805</u>	<u>-</u>	<u>-</u>
	<u>1,017,013</u>	<u>1,032,407</u>	<u>1,535,695</u>	<u>2,232,847</u>
Amounts falling due after one year:				
Other debtors	28,660	40,810	28,660	40,810
Amounts due from subsidiaries	<u>-</u>	<u>-</u>	<u>250,000</u>	<u>-</u>
	<u>28,660</u>	<u>40,810</u>	<u>278,660</u>	<u>40,810</u>
Aggregate amounts	<u>1,045,673</u>	<u>1,073,217</u>	<u>1,814,355</u>	<u>2,273,657</u>

The aggregate loan portfolio figure is shown after the following adjustments:

	Group 31 March 2022 £	Group 31 March 2021 £	Company 31 March 2022 £	Company 31 March 2021 £
Loan portfolio before adjustments for bad debts and accrued interest and fees	2,780,040	2,805,254	-	-
Specific bad debt provision	(870,220)	(63,614)	-	-
General bad debt provision	(1,702,660)	(3,057,602)	-	-
Accrual for interest due not yet received	<u>641,864</u>	<u>1,031,016</u>	<u>-</u>	<u>-</u>
Loan portfolio	<u>849,024</u>	<u>715,054</u>	<u>-</u>	<u>-</u>

Personal loans are made by Street (UK) C.I.C. to individuals who are unable to obtain loan finance from mainstream lenders.

Home loans are made by Street UK Homes Limited to homeowners in accordance with the contractual agreement that exists between Street UK Homes Limited and the Fund Providers.

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group 31 March 2022 £	Group 31 March 2021 £	Company 31 March 2022 £	Company 31 March 2021 £
Other loans(see note 19)	993,981	329,327	-	-
Trade creditors	85,678	61,076	-	1,439
Amounts owed to subsidiaries	-	-	14,480	4,386
Social security and other taxes	21,628	26,199	-	-
Other creditors	<u>113,160</u>	<u>146,308</u>	<u>6,550</u>	<u>6,550</u>
	<u>1,214,447</u>	<u>562,910</u>	<u>21,030</u>	<u>12,375</u>

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

	Group 31 March 2022 £	Group 31 March 2021 £	Company 31 March 2022 £	Company 31 March 2021 £
Other loans(see note 19)	<u>-</u>	<u>993,410</u>	<u>-</u>	<u>-</u>

19. LOANS

An analysis of the maturity of loans is given below:

	2022 £	2021 £
Amounts falling due within one year on demand:		
Other loans	<u>993,981</u>	<u>329,327</u>
Amounts falling due between two and five years:		
Other loans - 2-5 years	<u>-</u>	<u>993,410</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

20. LEASING AGREEMENTS

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

	Group 31 March 2022 £	Group 31 March 2021 £	Company 31 March 2022 £	Company 31 March 2021 £
Within one year	101,911	124,765	-	-
Between one and five years	<u>102,225</u>	<u>222,803</u>	<u>-</u>	<u>-</u>
	<u>204,136</u>	<u>347,568</u>	<u>-</u>	<u>-</u>

21. SECURED DEBTS

The following secured debts are included within creditors:

	2022 £	2021 £
Other loans	<u>993,981</u>	<u>1,322,737</u>

The Other loans are owed by Street (UK) C.I.C.

22. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
Fixed assets	155,323	-	155,323	120,693
Investments	192	-	192	192
Current assets	2,759,124	211,000	2,970,124	3,700,380
Current liabilities	(1,214,447)	-	(1,214,447)	(562,910)
Long term liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>(993,410)</u>
	<u>1,700,192</u>	<u>211,000</u>	<u>1,911,192</u>	<u>2,264,945</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

23. MOVEMENT IN FUNDS

	At 1/4/21 £	Net movement in funds £	Transfers between funds £	At 31/3/22 £
Unrestricted funds				
General fund	2,264,945	(464,753)	(100,000)	1,700,192
Restricted funds				
Capital fund Street UK Homes	-	-	100,000	100,000
Capital fund IT Development	-	111,000	-	111,000
	-	111,000	100,000	211,000
TOTAL FUNDS	<u>2,264,945</u>	<u>(353,753)</u>	<u>-</u>	<u>1,911,192</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,259,068	(1,723,821)	(464,753)
Restricted funds			
Capital fund IT Development	111,000	-	111,000
TOTAL FUNDS	<u>1,370,068</u>	<u>(1,723,821)</u>	<u>(353,753)</u>

Comparatives for movement in funds

	At 1/4/20 £	Net movement in funds £	At 31/3/21 £
Unrestricted funds			
General fund	1,760,124	504,821	2,264,945
TOTAL FUNDS	<u>1,760,124</u>	<u>504,821</u>	<u>2,264,945</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

23. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	2,599,039	(2,094,218)	504,821
Restricted funds			
Capital fund	2,533	(2,533)	-
TOTAL FUNDS	<u>2,601,572</u>	<u>(2,096,751)</u>	<u>504,821</u>

Capital fund - Funding to cover capital expenditure.

Capital fund IT Development - Funding for IT development.

Capital fund Street UK Homes - A fund to ensure future capital requirements incurred by Street UK Homes Limited can be settled by utilisation of the fund.

24. CAPITAL COMMITMENTS

	2022 £	2021 £
Contracted but not provided for in the financial statements	<u>36,435</u>	<u>40,000</u>

25. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2022.

26. POST BALANCE SHEET EVENTS

The United Kingdom's economic climate presents significant challenges to the sector in which Street (UK) Foundation and its subsidiaries operate. The Charity's main stakeholders will be directly affected by future increases in inflation and the United Kingdom's fluctuating cost of living. The directors believe it is not possible to predict the exact financial impact the United Kingdom's challenging economic climate will have on the Group's loan portfolio. However, the Board of Directors believe that the prudent bad debt provision associated to personal lending, as analysed in note sixteen, is sufficient to recognise the potential effect of a worsening economic climate.

When assessing the Charity's going concern position the directors have duly considered the effect of future uncertainty caused by the United Kingdom's economic climate. Furthermore, the Board has considered the impact of the Group's deficit for the year ended 31 March 2022 together with the Charity's post year end repayment of external finance totalling £993,981 and the significant cost savings and efficiencies that the Charity has put in place.

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

26. POST BALANCE SHEET EVENTS - continued

The Board's strategic aim is to ensure the Charity becomes financially self-sufficient without the need for any external investment. However, the uncertain nature of the United Kingdom's economic climate may dictate that external investment is required in the future to ensure that the Charity can continue to provide its stakeholders with affordable lending whilst also achieving the required positive social impact. The Group's ability to continue as a going concern is dependent upon achieving the required budgeted financial result. The Board will therefore continue to closely monitor the Group's future financial results and associated Key Performance Indicators

27. ULTIMATE CONTROLLING PARTY

No one person controls the company.

28. PARENT COMPANY'S STATEMENT OF FINANCIAL ACTIVITIES

The parent company has taken advantage of the exemption permitted by Section 408 of the Companies Act 2006 and has not published its own Statement of Financial Activities. The total comprehensive income attributable to the parent company, was a deficit of £464,753 (2021: surplus £504,821).

29. ANALYSIS OF INTER-COMPANY LOAN

	2022 £
Balance at 1 April 2021 owed to charity	2,224,711
Donation to subsidiary undertakings	(453,570)
Funds transferred to and from subsidiary undertakings	<u>(8,326)</u>
Balance at 31 March 2022 owed to charity	<u>1,762,815</u>
Amounts falling due within one year	1,512,815
Amounts falling due after more than one year	<u>250,000</u>
Balance at 31 March 2022 owed to charity	<u>1,762,815</u>

As at 31 March 2022 an inter-company loan exists between Street (UK) Foundation and Street (UK) C.I.C., Street (UK) Services Limited and Street UK Homes Limited. The subsidiary undertakings assist in meeting the objectives of the charity.

STREET (UK) FOUNDATION

England & Wales - Charity number 1081902

Accounts

REGISTERED COMPANY NUMBER: 03909272 (England and Wales)
REGISTERED CHARITY NUMBER: 1081902

STREET (UK) FOUNDATION

Group Report of the Trustees and

Audited Financial Statements

for the Year Ended 31 March 2021

Eden Currie Limited
Chartered Accountants
and Statutory Auditor
2 Highlands Court
Cranmore Avenue
Solihull
West Midlands
B90 4LE

STREET (UK) FOUNDATION

Contents of the Financial Statements for the Year Ended 31 March 2021

	Page
Reference and Administrative Details	1
Report of the Trustees	2 to 8
Report of the Independent Auditors	9 to 11
Consolidated Statement of Financial Activities	12
Consolidated Balance Sheet & Company Balance Sheet	13 to 14
Consolidated Cash Flow Statement	15
Notes to the Cash Flow Statement	16
Notes to the Financial Statements	17 to 31

STREET (UK) FOUNDATION

Reference and Administrative Details for the Year Ended 31 March 2021

TRUSTEES

S Johnson
P R Tyrrell
Ms G L Smith (appointed 1/2/2021)
Ms L Blackwell (appointed 8/12/2020)
J Tackaberry (resigned 27/10/2020)
Ms E Kelliher (resigned 3/3/2021)

CHIEF EXECUTIVE OFFICER

Mr K Ali

COMPANY SECRETARY

Mrs J Herdman

REGISTERED OFFICE

Neville House
14 Waterloo Street
Birmingham
West Midlands
B2 5TX

REGISTERED COMPANY NUMBER 03909272 (England and Wales)

REGISTERED CHARITY NUMBER 1081902

INDEPENDENT AUDITORS

Eden Currie Limited
Chartered Accountants
and Statutory Auditor
2 Highlands Court
Cranmore Avenue
Solihull
West Midlands
B90 4LE

SOLICITORS

Wragge & Co
40 Colmore Row, Birmingham, B2 2AS

Bates, Wells & Braithwaite
Cheapside House, 138 Cheapside, London,
EC2V 9BB

Linklaters & Alliance
One Silk Street, London, EC2Y 8HQ

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2021

The trustees who are also directors of the parent charitable company for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2021.

The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

The objects of the Foundation are the relief of poverty; in particular (without prejudice to the generality) through:

- the provision of credit and other financial services for those excluded from mainstream financial services and who might otherwise fall prey to unscrupulous and usurious lenders; and,
- the provision of assistance with personal and household budgeting and engaging with the financial services industry; and,
- the promotion of education and training in the skills required for the effective management of personal and household finances.

The Foundation's mission is to support financially excluded individuals with tailored financial services, and offer a secure pathway out of debt, welfare and cash-economy dependency on a sustainable basis.

Public benefit

The trustees are aware of the obligations of the charity, which are set out in the Guidance issued by The Charities Commission under The Charities Act 2006. They are confident that the work of the charity in pursuit of its objects is delivering Public Benefit. The Trustees will comply with the future reporting requirements in this regard.

Trustees indemnity insurance

The trustees are the directors of the Company. During the year and up to the date of approval of the financial statements, there was a qualifying third party indemnity in place for directors as allowed by Section 234 of the Companies Act 2006.

STRATEGIC REPORT

Achievement and performance

Personal lending

At the beginning of the year the impact of the COVID-19 pandemic was already being felt with a -84% reduction in personal lending during the first quarter of 2020/21 and an overall decrease for the year of -62%. The initial lockdown resulted in the temporary closure of the branch network to customers for the first 3 months followed by phased opening of branches, however repeated lockdowns interrupted the permanent opening of the branch network.

In order to respond to the demands of the pandemic and needs of its customers the business responded by accelerating the development of a number of initiatives it has been working on; this included the development of a Customer Portal via which customers could self-service their loan accounts and the setup of a Customer Service Team (CST) which would provide support for telephony and online loan applications, by the end of August 2020 both services were fully setup and available to customers.

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2021

STRATEGIC REPORT

Customers were also contacted via regular newsletters to provide support and signposting for COVID-19 related matters such as payment suspension, access to grant support and/or free to access debt advice.

During the year Street (UK) C.I.C granted over 2,600 advances providing nearly £1m of affordable lending through both the branch network and CST. Gross income from lending was £1.2m, bad debt provisions for the year totalled £377k.

Housing loans

Following on from its strategic review Street (UK) Homes Limited streamlined its offering during 2020/21 to focus primarily on loan administration services for its core product offering. During the year Street (UK) Homes Limited granted 106 loan advances for its service partners providing over £1.7m of affordable housing loans. By the end of the year £15.5m of loan funds were under management.

Back office services

Street (UK) Services supported its clients to develop solutions in response to the pandemic, one such example was the development of coronavirus business interruption loan scheme (CBILS) product to allow clients who became accredited lenders to support their customers.

During the year Street (UK) Services provided continuity in services to ensure minimal business interruption; it administered nearly 13,000 new loans, processed over £60m in collections and had approx £125m under administration by the end of the year.

Achievement and performance

Social Impact

To celebrate its 20th anniversary the Foundation released its annual social impact report documenting its achievements over the last 20 years which include:

- Providing over £27m in affordable credit to over 76,000 individuals, saving each customer on average £203 when compared to high-cost doorstep credit providers.
- Working with Local Authorities and Housing Associations to deliver £31m of affordable credit to over 3,500 low income and vulnerable homeowners to pay for essential home improvements.
- Creating over 23,000 new business start-ups via access to £218m of affordable credit through Government backed partnership programmes.
- Supporting business and personal Community Development Finance Institutions by administering over 180,000 loans, servicing more than £600m in loan advances and processing nearly £1bn in repayments.

During the year Street (UK) C.I.C measured and reported on its social impact which included providing affordable credit to groups and individuals, of the total who were:

- Lone parents with dependent children (51%)
- Social Housing Tenants (70%)
- Suffered from a long-term illness or disability (19%)
- Women (77%)
- Lived in the top 20 Indexes of Multiple Deprivation (77%)

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2021

STRATEGIC REPORT

Key Performance Indicators

The board has developed the evaluation of success against the Groups strategic and financial objectives. In order to measure performance. Each year the board reviews Key Performance Indicators (KPI's) on which it monitors and assess the Groups performance:

Lending	<i>KPI</i>	15% New customer lending growth
	<i>Outcome</i>	10% New customer lending growth
Bad debt Provisions	<i>KPI</i>	Bad debt provisions not to exceed 15% YE gross loan book
	<i>Outcome</i>	Bad debt provisions were 11.5% of YE gross loan book
Social Impact - Income Standard	<i>KPI</i>	% Customers with Minimum Income Standard (MIS) <£20,100
	<i>Outcome</i>	80% of customers has MIS of less than £20,100
Social Impact - Savings to customers	<i>KPI</i>	Net savings to customers
	<i>Outcome</i>	Based on an average loan amount of £510, net savings of £375 for each customer when compared against a prominent doorstep lender.
Social Impact - Deprivation Index	<i>KPI</i>	% of customers who live in the most deprived 20% postcodes >50%
	<i>Outcome</i>	77% of customers served lived in the top 20% of deprived postcodes.
Customer Feedback-Complaints	<i>KPI</i>	Customer complaints as % customers served not to exceed 5%
	<i>Outcome</i>	Customer complaints totalled 6.7% of all customers served.
Customer Feedback – Reviews	<i>KPI</i>	Independent positive customer feedback >95% satisfaction rate.
	<i>Outcome</i>	95% positive feedback from customers.

Thanks

John Tackaberry QC retired as Chair in October 2020. John had been with the Group for 20 years over which time he helped to support and develop the business. His passion for the mission was charming and the company would like to thank him for his unwavering support.

The company would also like to thank its investors for the support they provided during the pandemic.

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2021

STRATEGIC REPORT

Financial review

Financial position

The Foundation celebrated its twentieth year of operations which showed income decreasing due to the impact of the pandemic to £2.60m. Due to support from Government schemes in response to the pandemic such as the Furlough scheme and business rates relief and a COVID-19 support grant from Fair4All Finance, overall expenditure decreased to £2.09m. This resulted in a surplus of £504k for the year which increases unrestricted reserves to £2.26m.

Principle funding sources and Investment

During the year a number of loan facilities were due to be repaid, the on-going impact and uncertainty due to the pandemic meant that the Street (UK) C.I.C approached its existing investors to extend loan terms to which the investor response was supportive for which the business is thankful for. This allows the business breathing space during a post COVID-19 recovery period and time to explore additional investment opportunities.

Investment policy and objectives

The trustees' policy is to invest operating funds in easy access and relatively low risk bank accounts.

Reserves policy

The trustees' reserves policy is to manage the reserves in such a way as to have sufficient funds available for the orderly winding up of the company without liability should its future income be in such doubt that this is the only credible course of action.

Principal risks and uncertainties

The board of trustees has mandated the Audit and Risk Committee to monitor the risk management process and systems of internal control of the Group. The Board oversees the activities of the Audit and Risk Committee, the Group's internal audit process and external auditors, and the Group's risk management function as delegated to the Company's Audit and Risk Committee.

The Group's Risk management involves the identification and evaluation of risks and is the responsibility of the Audit and Risk Committee together with the Board. The Group's ability to manage risk is continually growing through the focus on risk management capability to ensure that it remains robust and that emerging risks are identified, assessed and managed effectively.

The Audit and Risk committee have established an effective risk management framework where important and emerging risks are identified, quantified and managed through the Groups Risk Register and movements are monitored.

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2021

STRATEGIC REPORT

Future plans

As part of its business plan the Group outlined key steps it intended to take to ensure continued growth of the business which included:

Further development of customer journey including Customer Portal - A fully operational Customer Portal was developed and launched by August 2020 which allows existing customers to self-service their loans.

Development of digital initiatives to help improve customers financial health and resilience - Solutions have been developed to allow digital signposting for non-progressive and existing customers to access free and impartial debt advice and a benefits calculator which also helps to identify any grant support an individual may be entitled to.

Development of further credit and other financial products such as savings and insurance with partner support - a £1k+ loan product has been launched in response to customer demand; the company is also working with other sectors participants in order to develop a savings solution for its customers.

As the final lockdown restrictions ease the company expects to see a significant increase in it's lending activity, however there is still a considerable amount of uncertainty as to how the market may have changed due to the impact of COVID-19. To this extent the company has looked to diversify it's offering by providing an omni-channel approach for its customer together with developing digital solutions which meet current and projected customer trends.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

Trustees are appointed by members at the Annual General Meeting. Additional trustees may be co-opted between AGMs. The minimum number of trustees is two there is no maximum.

Organisational structure

The board of trustees meet quarterly to review the progress and activities of the Group. Once a year trustees review and approve a three year business / strategic development plan and the budgets for the following year and agree the remuneration of the Chief Executive. Day to day management of the Group within the agreed strategy and budgets is delegated to the Chief Executive.

Induction and training of new trustees

New trustees are invited to an induction day to brief them on their legal obligations under charity and company law, they also receive an induction pack including guides published by Companies House and the Charity Commission, the Memorandum and Articles of Association, the Audited Accounts and the current business plan and budgets. During the induction day they meet key members of staff and discuss key operational issues.

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Key management remuneration

The trustees consider the board of directors, who are also the Charity's trustees, and the senior management team comprise the key management personnel of the charity in charge of directing and controlling, running and operating the Charity on a day to day basis. All trustees give of their time freely and no trustee received remuneration in the year ending 31 March 2021. The remuneration paid to the Charity's employees is reviewed annually and a performance related increase is made where appropriate. The pay is benchmarked against pay levels for other roles with similar responsibilities elsewhere within the sector.

Audit and Risk Committee

The role of the charity's Audit Committee is to oversee responsibilities in relation to the Charity's financial reporting, internal control system, risk management system and external audit function. The Committee will also review any judgements made in connection with the preparation of the group's financial statements, preliminary announcements and any related formal statements.

Related parties

The charity has two wholly owned subsidiaries, Street (UK) C.I.C. and Street (UK) Services Limited. The board of trustees of the charity also control Street UK Homes Limited. All three companies covenant their profits to the charity.

Street (UK) C.I.C. delivers the objectives of the charity via the provision of specialist financial services to individuals that are financially excluded. Street UK Homes Limited also delivers the objectives of the charity via the provision of relocation, home improvement and disabled facility loans for individuals who for a variety of reasons are unable to secure credit from mainstream financial institutions. Street (UK) Services Limited generates income from the provision of other products and services including sales of Street (UK) C.I.C.'s loan management software 'StreetSERVE'

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The trustees have a risk management strategy which comprises:

- An annual review of the main risks the charity faces;
- The establishment of systems and procedures to mitigate those risks and;
- The implementation of procedures designed to minimise the impact of the identified risks should they materialise.

This work has driven the development of new contingency management and disaster recovery plans. This work is on going.

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2021

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

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

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

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

In so far as the trustees are aware:

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

AUDITORS

The auditors, Eden Currie Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 21 July 2021 and signed on the board's behalf by:



Mrs J Herdman - Secretary

Report of the Independent Auditors to the Members of Street (UK) Foundation

Opinion

We have audited the financial statements of Street (UK) Foundation (the 'parent charitable company') and its subsidiaries ("the group") for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Consolidated and Company Balance Sheet, the Consolidated Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charitable company's affairs as at 31 March 2021 and of its group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the 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 group or charitable parent company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Report of the Independent Auditors to the Members of Street (UK) Foundation

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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 the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where 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.

Responsibilities of trustees

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

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

Report of the Independent Auditors to the Members of Street (UK) Foundation

Our 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 a Report of the Independent Auditors 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:

- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.
- Performing audit work over the risk of understatement of income including substantive testing and obtaining corroborated explanations from Management.
- Performing audit work on bad debts reviewing for management bias and obtaining corroborated explanations from management.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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.



Paul Mannion ACA ACCA (Senior Statutory Auditor)
for and on behalf of Eden Currie Limited
Chartered Accountants
and Statutory Auditor
2 Highlands Court
Cranmore Avenue
Solihull
West Midlands
B90 4LE

21 July 2021

STREET (UK) FOUNDATION

Consolidated Statement of Financial Activities for the Year Ended 31 March 2021

	Notes	Unrestricted funds £	Restricted funds £	Total funds 2021 £	Total funds 2020 £
INCOME AND ENDOWMENTS					
Donations and legacies	2	322,931	2,533	325,464	44
Charitable activities	5				
Provision of loan finance to excluded individuals		1,011,681	-	1,011,681	1,835,396
Other trading activities	3	1,261,629	-	1,261,629	1,172,774
Investment income	4	2,798	-	2,798	26,873
Total		2,599,039	2,533	2,601,572	3,035,087
EXPENDITURE ON					
Raising funds					
Other trading activities	6	599,525	1,228	600,753	601,383
		599,525	1,228	600,753	601,383
Charitable activities	7				
Provision of loan finance to excluded individuals		1,494,693	1,305	1,495,998	2,149,374
Total		2,094,218	2,533	2,096,751	2,750,757
NET INCOME		504,821	-	504,821	284,330
RECONCILIATION OF FUNDS					
Total funds brought forward		1,760,124	-	1,760,124	1,475,794
TOTAL FUNDS CARRIED FORWARD		2,264,945	-	2,264,945	1,760,124

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

STREET (UK) FOUNDATION

Consolidated and Company Balance Sheet As at 31 March 2021

		Group 2021 £	Group 2020 £	Company 2021 £	Company 2020 £
	Notes				
FIXED ASSETS					
Intangible assets	13	59,505	-	-	-
Tangible assets	14	61,188	95,434	-	-
Investments	15	192	192	4	4
		120,885	95,626	4	4
CURRENT ASSETS					
Debtors: amounts due within one year	16	1,032,407	2,121,219	2,232,847	1,699,870
Debtors: amounts falling due after one year	16	40,810	19,700	40,810	19,700
Cash at bank		2,627,163	1,113,017	3,659	47,600
		3,700,380	3,253,936	2,277,316	1,767,170
CREDITORS					
Amounts falling due within one year	17	(562,910)	(301,371)	(12,376)	(7,050)
NET CURRENT ASSETS		3,137,470	2,952,565	2,264,940	1,760,120
TOTAL ASSETS LESS CURRENT LIABILITIES					
		3,258,355	3,048,191	2,264,944	1,760,124
CREDITORS					
Amounts falling due more than one year	18	(993,410)	(1,285,534)	-	-
ACCRUALS AND DEFERRED INCOME	22	-	(2,533)	-	-
NET ASSETS		2,264,945	1,760,124	2,264,944	1,760,124

The notes form part of these financial statements

STREET (UK) FOUNDATION

Consolidated and Company Balance Sheet - continued As at 31 March 2021

		Group 2021 £	Group 2020 £	Company 2021 £	Company 2020 £
	Notes				
FUNDS					
Unrestricted funds:	24				
General fund		<u>2,264,945</u>	<u>1,760,124</u>	<u>2,264,945</u>	<u>1,760,124</u>
TOTAL FUNDS		<u>2,264,945</u>	<u>1,760,124</u>	<u>2,264,945</u>	<u>1,760,124</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 21 July 2021 and were signed on its behalf by:



P R Tyrrell - Trustee



L Blackwell - Trustee



K Ali - Chief Executive Officer

STREET (UK) FOUNDATION

Consolidated Cash Flow Statement for the Year Ended 31 March 2021

	Notes	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	1	<u>1,792,794</u>	<u>300,157</u>
Net cash provided by operating activities		<u>1,792,794</u>	<u>300,157</u>
Cash flows from investing activities			
Purchase of intangible fixed assets		(59,505)	-
Purchase of tangible fixed assets		(9,557)	(11,587)
Interest paid		(120,892)	(133,939)
Interest received		<u>2,798</u>	<u>26,873</u>
Net cash used in investing activities		<u>(187,156)</u>	<u>(118,653)</u>
Cash flows from financing activities			
Loan repayments in year		(91,491)	(134,073)
Fund provider loans		<u>-</u>	<u>(827,895)</u>
Net cash used in financing activities		<u>(91,491)</u>	<u>(961,968)</u>
Change in cash and cash equivalents in the reporting period		1,514,147	(780,464)
Cash and cash equivalents at the beginning of the reporting period		<u>1,113,017</u>	<u>1,893,481</u>
Cash and cash equivalents at the end of the reporting period		<u><u>2,627,164</u></u>	<u><u>1,113,017</u></u>

The notes form part of these financial statements

STREET (UK) FOUNDATION

Notes to the Consolidated Cash Flow Statement for the Year Ended 31 March 2021

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021 £	2020 £
Net income for the reporting period (as per the Statement of Financial Activities)	504,821	284,330
Adjustments for:		
Depreciation charges	38,922	74,291
Loss on disposal of fixed assets	4,881	-
Interest received	(2,798)	(26,873)
Finance expense	120,892	133,939
Decrease in stocks		6,356
Decrease in debtors	1,067,702	14,492,340
Increase/(decrease) in creditors	<u>58,374</u>	<u>(14,664,226)</u>
Net cash provided by operations	<u>1,792,794</u>	<u>300,157</u>

2. ANALYSIS OF CHANGES IN NET (DEBT)/FUNDS

	At 1/4/20 £	Cash flow £	At 31/3/21 £
Net cash			
Cash at bank	<u>1,113,017</u>	<u>1,514,147</u>	<u>2,627,164</u>
	<u>1,113,017</u>	<u>1,514,147</u>	<u>2,627,164</u>
Debt			
Debts falling due within 1 year	(128,694)	(200,633)	(329,327)
Debts falling due after 1 year	<u>(1,285,534)</u>	<u>292,124</u>	<u>(993,410)</u>
	<u>(1,414,228)</u>	<u>91,491</u>	<u>(1,322,737)</u>
Total	<u>(301,211)</u>	<u>1,605,638</u>	<u>1,304,427</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements for the Year Ended 31 March 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the parent 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.

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

The financial statements consolidate the results of the charity and its wholly owned subsidiaries Street (UK) C.I.C. and Street (UK) Services Limited together with the results of Street UK Homes Limited, a company under the common control of the Board of Directors of Street (UK) Foundation. The results of the three subsidiaries are consolidated within the Statement of Financial Activities (SOFA) to give a true and fair view of the state of affairs of the charity and its subsidiaries, therefore the results of the subsidiaries have not been consolidated on a line by line basis.

The charity has availed itself to Paragraph 3 (3) of Schedule 4 of the Companies Act and adapted the Companies Act Formats to reflect the special nature of the charity's activities. A separate SOFA has not been presented for the charity alone as permitted by Section 408 of the Companies Act 2006.

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

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.

Grants are credited to deferred income. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the asset. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred. Grants towards capital for on lending are released to restricted capital reserves when the funds are utilised in accordance with the company's principal activity.

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.

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

1. ACCOUNTING POLICIES - continued

Allocation and apportionment of costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative and management payroll costs. They are incurred directly in support of expenditure on the objects of the charity. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent the charity's income profile.

Tangible fixed assets

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

Improvements to property	- straight line over the life of the lease
Platform development	- 30% on reducing balance
Fixtures and fittings	- 10% to 30% on reducing balance
Office and computer equipment	- Straight line over 22.5 years

Taxation

The charity is exempt from corporation tax on its charitable activities.

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.

Financial instruments

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of the company 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 and subsequently measured at amortised cost using the effective interest method.

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

1. ACCOUNTING POLICIES - continued

Financial instruments

Equity instruments

Share capital issued by Street (UK) C.I.C. and Street (UK) Services Limited is recorded at the proceeds received, net of direct costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Investments

Investments in subsidiaries are recognised at cost.

Unlisted investments are initially recognised at cost, inclusive of any direct costs associated to the acquisition.

Unlisted investments are assessed for indicators of impairment at each reporting date. An impairment is considered to occur when the recoverable amount of the asset is less than the initial cost. Impairments are recognised in the income statement in the year that they arise.

2. DONATIONS AND LEGACIES

	2021 £	2020 £
Donations	-	44
Grants	<u>325,464</u>	<u>-</u>
	<u>325,464</u>	<u>44</u>

Grants received, included in the above, are as follows:

	2021 £	2020 £
Capital Grant	2,533	-
Government grant	101,931	-
Financial support grant	<u>221,000</u>	<u>-</u>
	<u>325,464</u>	<u>-</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

3. OTHER TRADING ACTIVITIES

	2021 £	2020 £
Back office charges	1,252,282	1,158,599
Commission	9,347	14,076
Other income	-	99
	<u>1,261,629</u>	<u>1,172,774</u>

4. INVESTMENT INCOME

	2021 £	2020 £
Deposit account interest	<u>2,798</u>	<u>26,873</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	2021 £	2020 £
Interest and fees receivable	1,011,681	1,835,396
Activity - Provision of loan finance to excluded individuals		

6. OTHER TRADING ACTIVITIES

	2021 £	2020 £
Staff costs	270,385	226,745
Office and sundry	2,015	4,170
Bad debts	-	2,873
Support costs	<u>328,353</u>	<u>367,595</u>
	<u>600,753</u>	<u>601,383</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 8) £	Totals £
Provision of loan finance to excluded individuals	<u>1,153,501</u>	<u>342,497</u>	<u>1,495,998</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

8. SUPPORT COSTS

	Management £	Governance costs £	Totals £
Other trading activities	317,518	10,835	328,353
Provision of loan finance to excluded individuals	<u>311,802</u>	<u>30,695</u>	<u>342,497</u>
	<u>629,320</u>	<u>41,530</u>	<u>670,850</u>

Support costs, included in the above, are as follows:

Management

	Other trading activities £	Provision of loan finance to excluded individuals £	Total activities 2021 £	Total activities 2020 £
Wages	109,384	116,149	225,533	318,088
Occupancy	51,499	54,683	106,182	99,917
Legal and professional fees	4,436	-	4,436	15,479
Telephone	55,524	58,959	114,483	156,881
Office and sundry	39,529	41,974	81,503	143,037
Interest, fees and charges	38,100	17,280	55,380	54,385
Depreciation of tangible assets	16,679	20,243	36,922	37,915
Loss on sale of tangible fixed assets	<u>2,367</u>	<u>2,514</u>	<u>4,881</u>	-
	<u>317,518</u>	<u>311,802</u>	<u>629,320</u>	<u>825,702</u>

Governance costs

	Other trading activities £	Provision of loan finance to excluded individuals £	Total activities 2021 £	Total activities 2020 £
Auditors' remuneration	10,835	11,505	22,340	26,667
Auditors' remuneration for non audit work	-	-	-	5,400
Legal and professional fees	<u>-</u>	<u>19,190</u>	<u>19,190</u>	<u>-</u>
	<u>10,835</u>	<u>30,695</u>	<u>41,530</u>	<u>32,067</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

9. NET INCOME/(EXPENDITURE)

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

	2021	2020
	£	£
Auditors' remuneration	22,340	26,667
Auditors' remuneration for non audit work		5,400
Depreciation - owned assets	38,922	74,290
Deficit on disposal of fixed assets	4,881	
Pension costs	13,289	19,235
Operating leases	<u>206,123</u>	<u>191,780</u>

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2021 nor for the year ended 31 March 2020.

Trustees' expenses

Expenses totalling £696 were reimbursed to the trustees during the period (2019: £1,202).

11. STAFF COSTS

	2021	2020
	£	£
Wages and salaries	839,499	936,017
Social security costs	57,467	99,494
Other pension costs	<u>13,289</u>	<u>19,234</u>
	<u>910,255</u>	<u>1,054,745</u>

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

	2021	2020
Staff	<u>37</u>	<u>45</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2021	2020
£70,001 - £80,000		1
£90,001 - £100,000	<u>1</u>	
	<u>1</u>	<u>1</u>

Due to the nature of each employee's diverse roles it is impractical to analyse them between the functions of the charity.

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

11. STAFF COSTS - continued

The Group's key management personnel comprise the trustees and the key management of its subsidiary companies; Street (UK) C.I.C., Street (UK) Services Limited and Street UK Homes Limited. The key management personnel of the subsidiaries are the Chief Executive Officer, the Chief Finance Officer, the IT Manager and the Front and Back Office Operation Managers whose employee benefits for the year ended 31 March 2021 total £225,533 (2020: £190,353).

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted Funds £	Restricted Funds £	Total Funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	-	44	44
Charitable activities			
Provision of loan finance to excluded individuals	1,835,396	-	1,835,396
Other trading activities	1,172,774	-	1,172,774
Investment income	<u>26,873</u>	<u>-</u>	<u>26,873</u>
Total	3,035,043	44	3,035,087
EXPENDITURE ON			
Raising funds			
Other trading activities	<u>601,365</u>	<u>18</u>	<u>601,383</u>
	601,365	18	601,383
Charitable activities			
Provision of loan finance to excluded individuals	<u>2,149,348</u>	<u>26</u>	<u>2,149,374</u>
Total	2,750,713	44	2,750,757
NET INCOME	284,330	-	284,330
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>1,475,794</u>	<u>-</u>	<u>1,475,794</u>
TOTAL FUNDS CARRIED FORWARD	<u>1,760,124</u>	<u>-</u>	<u>1,760,124</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

13. INTANGIBLE FIXED ASSETS

	Development costs £
COST	
Additions	<u>59,505</u>
NET BOOK VALUE	
At 31 March 2021	<u>59,505</u>
At 31 March 2020	<u>-</u>

14. TANGIBLE FIXED ASSETS

Group

	Improvements to property £	Platform development £	Fixtures and fittings £	Office and computer equipment £	Totals £
COST					
At 1 April 2020	19,928	94,900	7,447	297,593	419,868
Additions	-	-	-	9,557	9,557
Disposals	<u>(372)</u>	<u>(84,900)</u>	<u>-</u>	<u>(50,721)</u>	<u>(135,993)</u>
At 31 March 2021	<u>19,556</u>	<u>10,000</u>	<u>7,447</u>	<u>256,429</u>	<u>293,432</u>
DEPRECIATION					
At 1 April 2020	16,987	85,118	4,420	217,909	324,434
Charge for year	1,458	2,000	605	34,859	38,922
Eliminated on disposal	<u>(372)</u>	<u>(84,900)</u>	<u>-</u>	<u>(45,840)</u>	<u>(131,112)</u>
At 31 March 2021	<u>18,073</u>	<u>2,218</u>	<u>5,025</u>	<u>206,928</u>	<u>232,244</u>
NET BOOK VALUE					
At 31 March 2021	<u>1,483</u>	<u>7,782</u>	<u>2,422</u>	<u>49,501</u>	<u>61,188</u>
At 31 March 2020	<u>2,941</u>	<u>9,782</u>	<u>3,027</u>	<u>79,684</u>	<u>95,434</u>

Company

The company did not hold any fixed assets at 31 March 2021 (2020: £nil).

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

15. FIXED ASSET INVESTMENTS

	Shares in Unlisted investments
	£
COST	
At 1 April 2020 and 31 March 2021	<u>73,699</u>
PROVISIONS	
At 1 April 2020 and 31 March 2021	<u>73,507</u>
NET BOOK VALUE	
At 31 March 2021	<u>192</u>
At 31 March 2020	<u>192</u>

There were no investment assets outside the UK.

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

Street (UK) Homes Limited

Registered office: Neville House, 14 Waterloo Street, Birmingham, West Midlands, B2 5TX

The company is limited by guarantee and has no share capital.

The principal activity of the company was that of the management of a loan portfolio which exists to enable individuals who for a variety of reasons are unable to secure credit from mainstream financial institutions.

Street (UK) C.I.C

Registered office: Neville Street, 14 Waterloo Street, Birmingham, West Midlands B2 5TX

	% holding	2021	2020
Class of share:		£	£
Ordinary	100	2	2
Aggregate capital and reserves			

The principal activity is that of relieving poverty through the provision of temporary support.

Street (UK) Services Limited

Registered office: Neville House, 14 Waterloo Street, Birmingham, West Midlands, B2 5TX

	% holding	2021	2020
Class of share:		£	£
Ordinary	100	2	2
Aggregate capital and reserves			

The principal activity is the provision of back office services, computer software, training and support.

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

15. FIXED ASSET INVESTMENTS - continued

The profits earned by the subsidiaries are donated to the charity.

16. DEBTORS

	Group 31 March 2021 £	Group 31 March 2020 £	Company 31 March 2021 £	Company 31 March 2020 £
Amounts falling due within one year:				
Trade debtors	171,798	207,938	-	-
Loan Portfolio	715,054	1,775,687	-	-
Amounts due from subsidiaries	-	-	2,229,097	1,668,970
Other debtors	3,750	30,900	3,750	30,900
Prepayments and accrued income	141,805	106,694	-	-
	<u>1,032,407</u>	<u>2,121,219</u>	<u>2,232,847</u>	<u>1,699,870</u>
Amounts falling due after one year:				
Other debtors	<u>40,810</u>	<u>19,700</u>	<u>40,810</u>	<u>19,700</u>
Aggregate amounts	<u>1,073,217</u>	<u>2,140,919</u>	<u>2,273,657</u>	<u>1,719,570</u>

The aggregate loan portfolio figure is shown after the following adjustments:

	Group 31 March 2021 £	Group 31 March 2020 £	Company 31 March 2021 £	Company 31 March 2020 £
Loan portfolio before adjustment for bad debts, accrued interest and fees	2,805,254	3,701,740	-	-
Specific bad debt provision	(63,614)	(180,292)	-	-
General bad debt provision	(3,057,602)	(2,741,629)	-	-
Accrual for interest not yet received	1,031,016	995,868	-	-
Loan portfolio	<u>715,054</u>	<u>1,775,687</u>	<u>-</u>	<u>-</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

16. DEBTORS - continued

Personal loans are made by Street (UK) C.I.C. to individuals who are unable to obtain loan finance from mainstream lenders.

Home loans are made by Street UK Homes Limited to homeowners in accordance with the contractual agreement that exists between Street UK Homes Limited and the Fund Providers.

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group 31 March 2021 £	Group 31 March 2020 £	Company 31 March 2021 £	Company 31 March 2020 £
Other loans(see note 20)	329,327	128,694	-	-
Trade creditors	61,076	44,475	1,440	-
Amounts owed to subsidiaries	-	-	4,386	-
Social security and other taxes	26,199	29,363	-	-
Other creditors	<u>146,308</u>	<u>98,839</u>	<u>6,550</u>	<u>7,050</u>
	<u>562,910</u>	<u>301,371</u>	<u>12,376</u>	<u>7,050</u>

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

	Group 31 March 2021 £	Group 31 March 2020 £	Company 31 March 2021 £	Company 31 March 2020 £
Other loans (see note 20)	<u>993,410</u>	<u>1,285,534</u>	<u>-</u>	<u>-</u>

19. LOANS

An analysis of the maturity of loans is given below:

	2021 £	2020 £
Amounts falling due within one year on demand:		
Other loans	<u>329,327</u>	<u>128,694</u>
Amounts falling due between two and five years:		
Other loans - 2-5 years	<u>993,410</u>	<u>1,285,534</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

20. LEASING AGREEMENTS

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

	Group 31 March 2021 £	Group 31 March 2020 £	Company 31 March 2021 £	Company 31 March 2020 £
Within one year	124,765	114,247	-	-
Between one and five years	<u>222,803</u>	<u>23,688</u>	<u>-</u>	<u>-</u>
	<u>347,568</u>	<u>137,935</u>	<u>-</u>	<u>-</u>

21. SECURED DEBTS

The following secured debts are included within creditors:

	2021 £	2020 £
Other loans	<u>1,322,737</u>	<u>1,414,228</u>

The Other loans are owed by Street (UK) C.I.C.

22. ACCRUALS AND DEFERRED INCOME

	2021 £	2020 £
Accruals and deferred income	<u>-</u>	<u>2,533</u>

23. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds £	Restricted funds £	Total funds 2021 £	Total funds 2020 £
Fixed assets	120,693	-	120,692	95,434
Investments	192	-	192	192
Current assets	3,700,380	-	3,700,381	3,253,936
Current liabilities	(562,910)	-	(562,910)	(301,371)
Long term liabilities	(993,410)	-	(993,410)	(1,285,534)
Accruals and deferred income	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,533)</u>
	<u>2,264,945</u>	<u>-</u>	<u>2,264,945</u>	<u>1,760,124</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

24. MOVEMENT IN FUNDS

	At 1/4/20 £	Net movement in funds £	At 31/3/21 £
Unrestricted funds			
General fund	1,760,124	504,821	2,264,945
TOTAL FUNDS	<u>1,760,124</u>	<u>504,821</u>	<u>2,264,945</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	2,599,039	(2,094,218)	504,821
Restricted funds			
Capital fund	2,533	(2,533)	-
TOTAL FUNDS	<u>2,601,572</u>	<u>(2,096,751)</u>	<u>504,821</u>

Comparatives for movement in funds

	At 1/4/19 £	Net movement in funds £	At 31/3/20 £
Unrestricted funds			
General fund	1,475,794	284,330	1,760,124
TOTAL FUNDS	<u>1,475,794</u>	<u>284,330</u>	<u>1,760,124</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

24. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	3,035,043	(2,750,713)	284,330
Restricted funds			
Department of Work and Pensions	44	(44)	-
TOTAL FUNDS	<u>3,035,087</u>	<u>(2,750,757)</u>	<u>284,330</u>

Capital fund - Funding to cover capital expenditure.

Department of Work and Pensions - Funding to cover capital expenditure.

25. CAPITAL COMMITMENTS

	2021 £	2020 £
Contracted but not provided for in the financial statements	<u>40,000</u>	<u>-</u>

26. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2021.

27. POST BALANCE SHEET EVENTS

The global Covid-19 pandemic and the associated quarantines put in place by the UK and other governments present significant challenges to the sector in which Street (UK) Foundation and its subsidiaries operates.

The directors are confident that the actions taken to mitigate the impact of reduced activity have ensured that the Group has continued to make satisfactory progress based on results to date.

The financial impact of Covid -19 on the Group's loan portfolio has been considered and the directors believe that the bad debt provision associated to personal loans is sufficient to recognise the potential financial effect of the pandemic on the company's loan portfolio.

Although, the directors consider that an estimate of the possible future impact cannot be made. The directors confirm that they have considered the effect of any further uncertainties as known at date of signing associated to the impact of Covid -19 when considering the company's going concern position.

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

28. ULTIMATE CONTROLLING PARTY

No one person controls the company.

29. PARENT COMPANY'S STATEMENT OF FINANCIAL ACTIVITIES

The parent company has taken advantage of the exemption permitted by Section 408 of the Companies Act 2006 and has not published its own Statement of Financial Activities. The total comprehensive income attributable to the parent company, was a surplus of £504,821 (2020 £284,330).

30. ANALYSIS OF INTER-COMPANY LOAN

	2021
	£
Balance at 1 April 2020 owed to charity	1,668,970
Donation from subsidiary undertakings	509,912
Funds transferred to and from subsidiary undertakings	<u>45,829</u>
Balance at 31 March 2021 owed to charity	<u><u>2,224,711</u></u>

As at 31 March 2021 an inter-company loan exists between Street (UK) Foundation and Street (UK) C.I.C., Street (UK) Services Limited and Street UK Homes Limited. The subsidiary undertakings assist in meeting the objectives of the charity.

STREET (UK) FOUNDATION

England & Wales - Charity number 1081902

Accounts

REGISTERED COMPANY NUMBER: 03909272 (England and Wales)
REGISTERED CHARITY NUMBER: 1081902

STREET (UK) FOUNDATION

Group Report of the Trustees and

Audited Financial Statements

for the Year Ended 31 March 2020

Eden Currie Limited
Chartered Accountants
and Statutory Auditor
2 Highlands Court
Cranmore Avenue
Solihull
West Midlands
B90 4LE

STREET (UK) FOUNDATION

Contents of the Financial Statements for the Year Ended 31 March 2020

	Page
Reference and Administrative Details	1
Report of the Trustees	2 to 8
Report of the Independent Auditors	9 to 11
Consolidated Statement of Financial Activities	12
Consolidated Balance Sheet & Company Balance Sheet	13
Consolidated Cash Flow Statement	14
Notes to the Consolidated Cash Flow Statement	15
Notes to the Financial Statements	16 to 31

STREET (UK) FOUNDATION

Reference and Administrative Details for the Year Ended 31 March 2020

TRUSTEES	S Johnson Ms E Kelliher J Tackaberry P R Tyrrell
CHIEF EXECUTIVE OFFICER	K Ali
COMPANY SECRETARY	K Ali
REGISTERED OFFICE	50 Cliveland Street Birmingham West Midlands B19 3SH
REGISTERED COMPANY NUMBER	03909272 (England and Wales)
REGISTERED CHARITY NUMBER	1081902
INDEPENDENT AUDITORS	Eden Currie Limited Chartered Accountants and Statutory Auditor 2 Highlands Court Cranmore Avenue Solihull West Midlands B90 4LE
SOLICITORS	Wragge & Co 40 Colmore Row, Birmingham, B2 2AS Bates, Wells & Braithwaite Cheapside House, 138 Cheapside, London, EC2V 9BB Linklaters & Alliance One Silk Street, London, EC2Y 8HQ

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2020

The trustees who are also directors of the parent charitable company for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2020. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of the Foundation are the relief of poverty and the relief of unemployment and; in particular (without prejudice to the generality) through:

- the provision of assistance in the establishment of and the provision of temporary support to small businesses owned by and primarily employing persons in need where there are insufficient alternative methods of relieving their need and where any such business is in danger of failure without such assistance or temporary support, but has reasonable prospects of viability; and,
- the promotion of the creation of employment, work experience opportunities or training opportunities for people who are unemployed, or otherwise in need; and,
- the promotion of education, training and re-training in the skills required for employment and self employment.
- the provision of assistance with personal and household budgeting and engaging with the financial services industry; and,
- the promotion of education and training in the skills required for the effective management of personal and household finances.

The Foundation's mission is to support financially excluded individuals with tailored financial services, and offer a secure pathway out of debt, welfare and cash-economy dependency on a sustainable basis.

Public benefit

The trustees are aware of the obligations of the charity, which are set out in the Guidance issued by The Charities Commission under The Charities Act 2006. They are confident that the work of the charity in pursuit of its objects is delivering Public Benefit. The Trustees will comply with the future reporting requirements in this regard.

Trustees indemnity insurance

The trustees are the directors of the Company. During the year and up to the date of approval of the financial statements, there was a qualifying third party indemnity in place for directors as allowed by Section 234 of the Companies Act 2006.

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2020

STRATEGIC REPORT

Achievement and performance

Personal lending

Street (UK) C.I.C granted over 8,000 advances providing nearly £2.6m of affordable credit through its retail branch network. Street (UK) C.I.C now operates a total of six branches across the West Midlands.

Gross income from lending was £1.72m, after write off and provisions the net income from lending was £724k. Bad debt provisions for the year ended 31 March 2020 total £604k, which includes an increase of £120k to recognise the potential financial impact of Covid-19 on the company's loan portfolio.

Housing loans

Street (UK) Homes granted 147 loans with the total amount being lent over £2.0m. By the end of the year £15.4m of loan funds were under management.

Back office services

Street UK Services continues to offer back office administration services ensuring loans are serviced for numerous entities, in the period over 60m of new loans were setup with over £400m of loan funds under administration.

Financial review

Financial position

The nineteenth year of the Foundation's activities shows a consistent result in unrestricted income increasing by £350k to £3.0m. Unrestricted expenditure has also increased in line with income by £171k to £2.8m, which resulted in a surplus of £284k. The surplus increases unrestricted reserves to £1.8m (2019 - £1.5m)

The trustees are confident that the current level of funding along with funding commitments from charitable, public sector and private sector sources now in place will prove sufficient to meet the operating results indicated in the 2020/21 budget.

Principle funding sources

We are in on-going discussions with a number of potential investors to facilitate the long-term funding requirements for the group.

Investment policy and objectives

The trustees' policy is to invest operating funds in easy access and relatively low risk bank accounts.

Reserves policy

The trustees' reserves policy is to manage the reserves in such a way as to have sufficient funds available for the orderly winding up of the Group without liability should its future income be in such doubt that this is the only credible course of action.

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2020

STRATEGIC REPORT continued

Principal risks and uncertainties

The board of trustees has mandated the Audit and Risk Committee to monitor the risk management process and systems of internal control of the Group. The Board oversees the activities of the Audit and Risk Committee, the Group's internal audit process and external auditors, and the Group's risk management function as delegated to the Group's Audit and Risk Committee.

The Group's Risk management involves the identification and evaluation of risks and is the responsibility of the Audit and Risk Committee together with the Board. The Group's ability to manage risk is continually growing through the focus on risk management capability to ensure that it remains robust and that emerging risks are identified, assessed and managed effectively.

The Audit and Risk committee have established an effective risk management framework where important and emerging risks are identified, quantified and managed through the Groups Risk Register and movements are monitored.

Key Performance Indicators

The board has developed the evaluation of success against the Group's strategic and financial objectives. In order to measure performance the board has identified the following key performance indicators (KPI's) on which it monitors and assesses the Group's performance:

- | | | |
|------------------|-----------------|--|
| • Lending | <i>KPI:</i> | 25% New customer lending growth |
| | <i>Outcome:</i> | 28% New customer lending growth achieved |
- | | | |
|------------------------------|-----------------|--|
| • Bad debt provisions | <i>KPI:</i> | Bad Debt Provisions not to exceed 15% YE Gross Loan Book |
| | <i>Outcome:</i> | Bad Debt Provisions were 15% of YE Gross Loan Book |
- | | | |
|------------------------|-----------------|--|
| • Social Impact | <i>KPI:</i> | % customers with Minimum Income Standard (MIS) of £18,800 p.a >50% |
| | <i>Outcome:</i> | 55% of all customers had MIS of less than £18,800 |
| | <i>KPI:</i> | Net savings to customers |
| | <i>Outcome:</i> | Based on Av loan amount of £447, net savings of £327 for each customer when compared to prominent Doorstep Lender. |
| | <i>KPI:</i> | % customers support who live in the most deprived 20% postcodes >50% |
| | <i>Outcome:</i> | 87% of customers served, lived in top 20% deprived postcodes. |
- | | | |
|----------------------------|-----------------|---|
| • Customer Feedback | <i>KPI:</i> | Customer complaints % Customer Served not to exceed 5% |
| | <i>Outcome:</i> | Complaints totalled 2% of all customer served |
| | <i>KPI:</i> | Positive customer feedback >95% |
| | <i>Outcome:</i> | 98% positive feedback via independent customer reviews. |
- | | | |
|---------------------------------|-----------------|------------------------------|
| • Operational Efficiency | <i>KPI:</i> | Cost per loan advance <=£100 |
| | <i>Outcome:</i> | Cost per loan advance £117 |

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2020

STRATEGIC REPORT continued

Future plans

2019/20 has been a year of success and challenges, significant improvements have been made to increase brand awareness through various marketing initiatives which have resulted in higher than expected customer demand.

However due to the continuing deterioration in personal finances for our typical customer segment, for a variety of reasons including austerity, cost of living and unstable/low income levels, we have not been able to provide affordable credit to a significant number of applicants.

New customer lending has grown by 34%, whilst at the same time we have witnessed a reduction in the number of returning customers for a multitude of reasons which includes progression to mainstream finance, creditworthiness and affordability.

More recently the impact of COVID-19 has been quite significant with a dramatic reduction in lending between Feb-Mar 2020 and an increase in bad debt provisions due to forbearance measures provided to customers.

Leading up to COVID-19 a strategic review had already commenced to define a 5 year business plan for the Group. Due to COVID-19 this project has been extended into 2020/21. The Group has already started or outlined key steps to take to ensure continued growth and success, in the short term these include;

- Further development of the Customer Journey which includes enhancement of the Customer Portal with integration to automated underwriting processes;
- Development of digital support initiatives to help improve customers financial health and resilience;
- Development of further credit and other financial products such as Savings and insurance with partner support;
- Provision of Customer Portal and similar enhanced systems to the wider Responsible Finance community;
- Raising affordably priced and appropriately structured capital for lending and growth;
- Cessation of non-sustainable services such as Custodian Services and mortgage application processing.

The development of a revised five year business plan will provide the business with a roadmap to build on it's success and provide a platform for further growth.

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2020

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

Trustees are appointed by members at the Annual General Meeting. Additional trustees may be co-opted between AGMs. The minimum number of trustees is two there is no maximum.

Organisational structure

The board of trustees meet quarterly to review the progress and activities of the Group. Once a year trustees review and approve a three year business / strategic development plan and the budgets for the following year and agree the remuneration of the Chief Executive. Day to day management of the Group within the agreed strategy and budgets is delegated to the Chief Executive.

Induction and training of new trustees

New trustees are invited to an induction day to brief them on their legal obligations under charity and company law, they also receive an induction pack including guides published by Companies House and the Charity Commission, the Memorandum and Articles of Association, the Audited Accounts and the current business plan and budgets. During the induction day they meet key members of staff and discuss key operational issues.

Key management remuneration

The trustees consider the board of directors, who are also the Charity's trustees, and the senior management team comprise the key management personnel of the charity in charge of directing and controlling, running and operating the Charity on a day to day basis. All trustees give of their time freely and no trustee received remuneration in the year ending 31 March 2020. The remuneration paid to the Charity's employees is reviewed annually and a performance related increase is made where appropriate. The pay is benchmarked against pay levels for other roles with similar responsibilities elsewhere within the sector.

Audit and Risk Committee

The role of the charity's Audit and Risk Committee is to oversee responsibilities in relation to the Charity's financial reporting, internal control system, risk management system and external audit function. The Committee will also review any judgements made in connection with the preparation of the group's financial statements, preliminary announcements and any related formal statements

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2020

Related parties

The charity has two wholly owned subsidiaries, Street (UK) C.I.C. and Street (UK) Services Limited. The board of trustees of the charity also control Street UK Homes Limited. All three companies covenant their profits to the charity.

Street (UK) C.I.C. delivers the objectives of the charity via the provision of specialist financial services to individuals that are financially excluded. Street UK Homes Limited also delivers the objectives of the charity via the provision of relocation, home improvement and disabled facility loans for individuals who for a variety of reasons are unable to secure credit from mainstream financial institutions. Street (UK) Services Limited generates income from the provision of other products and services including sales of Street (UK) C.I.C.'s loan management software 'StreetSERVE'

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The trustees have a risk management strategy which comprises:

- An annual review of the main risks the charity faces;
- The establishment of systems and procedures to mitigate those risks and;
- The implementation of procedures designed to minimise the impact of the identified risks should they materialise.

This work has driven the development of new contingency management and disaster recovery plans. This work is on going.

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

STREET (UK) FOUNDATION

Report of the Trustees for the Year Ended 31 March 2020

STATEMENT OF TRUSTEES' RESPONSIBILITIES – continued

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

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

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

In so far as the trustees are aware:

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

AUDITORS

The auditors, Eden Currie Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 24 July 2020 and signed on the board's behalf by:



P Tyrell – Trustee



Ms E Kelliher – Trustee



K Ali – Company Secretary

Report of the Independent Auditors to the Members of Street (UK) Foundation

Opinion

We have audited the financial statements of Street (UK) Foundation (the 'parent charitable company') and its subsidiaries ('the group') for the year ended 31 March 2020 which comprise the Consolidated Statement of Financial Activities, the Consolidated and Company Balance Sheet, the Consolidated Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charitable company's affairs as at 31 March 2020 and of its group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group or parent charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Report of the Independent Auditors to the Members of Street (UK) Foundation

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters where 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.

Responsibilities of trustees

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

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

Our responsibilities for the audit of the financial statements

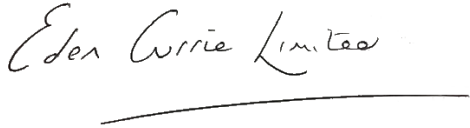
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is 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.

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

Report of the Independent Auditors to the Members of Street (UK) Foundation

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 parent charitable company's members and its trustees 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.

A handwritten signature in dark ink, appearing to read "Eden Currie Limited", with a horizontal line drawn underneath it.

Paul Mannion ACA ACCA (Senior Statutory Auditor)
for and on behalf of Eden Currie Limited
Chartered Accountants
and Statutory Auditor
2 Highlands Court
Cranmore Avenue
Solihull
West Midlands
B90 4LE

Date: 24 July 2020

STREET (UK) FOUNDATION

Consolidated Statement of Financial Activities for the Year Ended 31 March 2020

	Notes	Unrestricted funds £	Restricted funds £	Total funds 2020 £	Total funds 2019 £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	-	44	44	62
Charitable activities					
Provision of loan finance to excluded					
Individuals	5	1,835,396	-	1,835,396	1,505,421
Other trading activities	3	1,172,774	-	1,172,774	1,161,371
Investment income	4	26,873	-	26,873	18,172
Total		3,035,043	44	3,035,087	2,685,026
EXPENDITURE ON					
Raising funds					
Other trading activities	6	601,365	18	601,383	642,513
		601,365	18	601,383	642,513
Charitable activities					
Provision of loan finance to excluded individuals	7	2,149,348	26	2,149,374	1,937,025
Total		2,750,713	44	2,750,757	2,579,538
NET INCOME		284,330	-	284,330	105,488
RECONCILIATION OF FUNDS					
Total funds brought forward		1,475,794	-	1,475,794	1,370,306
TOTAL FUNDS CARRIED FORWARD		1,760,124	-	1,760,124	1,475,794

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

STREET (UK) FOUNDATION

Consolidated and Company Balance Sheet 31 March 2020

	Notes	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
FIXED ASSETS					
Tangible assets	13	95,434	158,136	-	-
Investments	14	<u>192</u>	<u>192</u>	<u>4</u>	<u>4</u>
		95,626	158,328	4	4
CURRENT ASSETS					
Stocks	15	-	6,356	-	-
Debtors: amounts due within one year	16	2,121,219	2,738,828	1,699,870	1,446,642
Debtors: amounts due after one year	16	19,700	13,894,431	19,700	12,150
Cash at bank	17	<u>1,113,017</u>	<u>1,893,481</u>	<u>47,600</u>	<u>20,671</u>
		3,253,936	18,533,096	1,767,170	1,476,463
CREDITORS					
Amounts falling due within one year	18	<u>(301,371)</u>	<u>(370,184)</u>	<u>(7,050)</u>	<u>(3,673)</u>
NET CURRENT ASSETS		<u>2,952,565</u>	<u>18,162,912</u>	<u>1,760,124</u>	<u>1,475,794</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		3,048,191	18,321,240	1,760,124	1,475,794
CREDITORS					
Amounts falling due after more than one year	19	(1,285,534)	(16,842,870)	-	-
ACCRUALS AND DEFERRED INCOME	23	<u>(2,533)</u>	<u>(2,576)</u>	<u>-</u>	<u>-</u>
NET ASSETS		<u>1,760,124</u>	<u>1,475,794</u>	<u>1,760,124</u>	<u>1,475,794</u>
FUNDS	25				
Unrestricted funds:					
General fund		<u>1,760,124</u>	<u>1,475,794</u>	<u>1,760,124</u>	<u>1,475,794</u>
TOTAL FUNDS		<u>1,760,124</u>	<u>1,475,794</u>	<u>1,760,124</u>	<u>1,475,794</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 24 July 2020 and were signed on its behalf by:



J Tackaberry - Trustee

The notes form part of these financial statements

STREET (UK) FOUNDATION

Consolidated Cash Flow Statement for the Year Ended 31 March 2020

	Notes	Group 2020 £	Group 2019 £
Cash flows from operating activities			
Cash generated from operations	1	<u>300,157</u>	<u>(1,342,405)</u>
Net cash provided by/(used in) operating activities		<u>300,157</u>	<u>(1,342,405)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(11,587)	(14,933)
Interest paid		(133,939)	(143,724)
Interest received		<u>26,873</u>	<u>18,172</u>
Net cash used in investing activities		<u>(118,653)</u>	<u>(140,485)</u>
Cash flows from financing activities			
New loans in year		-	250,000
Loan repayments in year		(134,073)	(307,326)
Fund provider loans	3	<u>(827,895)</u>	<u>1,349,361</u>
Net cash (used in)/provided by financing activities		<u>(961,968)</u>	<u>1,292,035</u>
Change in cash and cash equivalents in the reporting period		(780,464)	(190,855)
Cash and cash equivalents at the beginning of the reporting period		<u>1,893,481</u>	<u>2,084,336</u>
Cash and cash equivalents at the end of the reporting period		<u><u>1,113,017</u></u>	<u><u>1,893,481</u></u>

The notes form part of these financial statements

STREET (UK) FOUNDATION

Notes to the Consolidated Cash Flow Statement for the Year Ended 31 March 2020

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2020 £	2019 £
Net income for the reporting period (as per the Statement of Financial Activities)	284,330	105,488
Adjustments for:		
Depreciation charges	74,289	59,046
Interest received	(26,873)	(18,172)
Finance expense	133,939	143,724
Decrease in stocks	6,356	-
Decrease/(increase) in debtors	14,492,340	(1,623,582)
Decrease in creditors	<u>(14,664,224)</u>	<u>(8,909)</u>
Net cash provided by/(used in) operations	<u>300,157</u>	<u>(1,342,405)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS/(DEBT)

	At 1/4/19 £	Cash flow £	At 31/3/20 £
Net cash			
Cash at bank	<u>1,893,481</u>	<u>(780,464)</u>	<u>1,113,017</u>
	<u>1,893,481</u>	<u>(780,464)</u>	<u>1,113,017</u>
Debt			
Debts falling due within 1 year	(178,727)	50,033	(128,694)
Debts falling due after 1 year	<u>(1,369,574)</u>	<u>84,040</u>	<u>(1,285,534)</u>
	<u>(1,548,301)</u>	<u>134,073</u>	<u>(1,414,228)</u>
Total	<u>345,180</u>	<u>(646,391)</u>	<u>(301,211)</u>

3. FUND PROVIDER LOANS

The balance represents amounts previously received by Street UK Homes Limited, a subsidiary company, from fund providers for the purpose of on lending. Street UK Homes Limited changed its accounting treatment in relation to such funds and as a result of this change the financial statements for the year ended 31 March 2020 do not include the assets or liabilities associated to each fund. This treatment ensures the Balance Sheet position of Street UK Homes Limited as at 31 March 2020 reflects the updated contractual arrangements in place between the company and fund providers. Further details are contained in note 26.

STREET (UK) FOUNDATION

Notes to the Financial Statements for the Year Ended 31 March 2020

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.

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

The financial statements consolidate the results of the charity and its wholly owned subsidiaries Street (UK) C.I.C. and Street (UK) Services Limited together with the results of Street UK Homes Limited, a company under the common control of the Board of Directors of Street (UK) Foundation. The results of the three subsidiaries are consolidated within the Statement of Financial Activities (SOFA) to give a true and fair view of the state of affairs of the charity and its subsidiaries, therefore the results of the subsidiaries have not been consolidated on a line by line basis.

The charity has availed itself to Paragraph 3 (3) of Schedule 4 of the Companies Act and adapted the Companies Act Formats to reflect the special nature of the charity's activities. A separate SOFA has not been presented for the charity alone as permitted by Section 408 of the Companies Act 2006.

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

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.

Grants are credited to deferred income. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the asset. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred. Grants towards capital for on lending are released to restricted capital reserves when the funds are utilised in accordance with the company's principal activity.

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.

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

1. ACCOUNTING POLICIES - continued

Allocation and apportionment of costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative and management payroll costs. They are incurred directly in support of expenditure on the objects of the charity. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent the charity's income profile.

Tangible fixed assets

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

Improvements to property	- straight line over the life of the lease
Platform development	- 20-50% on cost
Fixtures and fittings	- 10% to 30% on reducing balance
Office and computer equipment	- 20-30% reducing balance & 10% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from corporation tax on its charitable activities.

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.

Financial instruments

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

1. ACCOUNTING POLICIES - continued

Financial instruments

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of the company 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 and subsequently measured at amortised cost using the effective interest method.

Equity instruments

Share capital issued by Street (UK) C.I.C. and Street (UK) Services Limited is recorded at the proceeds received, net of direct costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

Capital funds for on lending received from fund providers for on lending to borrowers are included in creditors due after one year. Funds issued to borrowers which have not yet been repaid are included in debtors, funds received for on lending which have not yet been issued to borrowers are retained in a designated bank account which is included in cash at bank and due for repayment to the fund provider on demand.

The fund provider is entitled to receive all future economic benefit associated to all loans issued to borrowers and retained funds for on lending. In the event of a loan issued to a borrower becoming irrecoverable it is the fund provider's responsibility to suffer any irrecoverable amount.

The effect of any increase or decrease in the value of the loan would be an adjustment to the amount recorded as a debtor and an equal and opposite adjustment to the amount recorded as a long term liability.

The amount Street UK Homes Limited will either receive or suffer is contingent upon the fluctuation in market value of each property. Consequently, any fair value adjustment is contingent in nature and the financial statements do not incorporate the effect of any contingent fair value adjustment.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Operating leases

Rentals applicable to operating leases are charged to the SOFA over the period in which the cost is incurred.

Pension costs and other post-retirement benefits

The group operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Investments

Investments in subsidiaries are recognised at cost.

Unlisted investments are initially recognised at cost, inclusive of any direct costs associated to the acquisition.

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

1. ACCOUNTING POLICIES - continued

Investments

Unlisted investments are assessed for indicators of impairment at each reporting date. An impairment is considered to occur when the recoverable amount of the asset is less than the initial cost. Impairments are recognised in the income statement in the year that they arise.

2. DONATIONS AND LEGACIES

	2020	2019
	£	£
Donations	<u>44</u>	<u>62</u>

3. OTHER TRADING ACTIVITIES

	2020	2019
	£	£
Back office charges	1,158,599	1,147,287
Commission	14,076	14,073
Other income	<u>99</u>	<u>11</u>
	<u>1,172,774</u>	<u>1,161,371</u>

4. INVESTMENT INCOME

	2020	2019
	£	£
Deposit account interest	<u>26,873</u>	<u>18,172</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	2020	2019
	£	£
Interest and fees receivable	<u>1,835,396</u>	<u>1,505,421</u>

Activity: Provision of loan finance to
excluded individuals

6. OTHER TRADING ACTIVITIES

	2020	2019
	£	£
Staff costs	226,745	284,375
Office and sundry	7,043	12,990
Support costs	<u>367,595</u>	<u>345,148</u>
	<u>601,383</u>	<u>642,513</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 8) £	Totals £
Provision of loan finance to excluded individuals	<u>1,659,200</u>	<u>490,174</u>	<u>2,149,374</u>

8. SUPPORT COSTS

	Management £	Governance costs £	Totals £
Other trading activities	367,595	-	367,595
Provision of loan finance to excluded individuals	<u>458,107</u>	<u>32,067</u>	<u>490,174</u>
	<u>825,702</u>	<u>32,067</u>	<u>857,769</u>

Support costs, included in the above, are as follows:

Management

	Other trading activities £	Provision of loan finance to excluded individuals £	Total activities 2020 £	Total activities 2019 £
Wages	150,146	167,942	318,088	300,339
Occupancy	39,967	59,950	99,917	92,674
Legal and professional fees	10,024	5,455	15,479	4,160
Telephone	62,752	94,129	156,881	133,098
Office and sundry	57,216	85,823	143,039	184,730
Interest, fees and charges	32,342	22,043	54,385	41,952
Depreciation of tangible and heritage assets	<u>15,148</u>	<u>22,765</u>	<u>37,913</u>	<u>43,549</u>
	<u>367,595</u>	<u>458,107</u>	<u>825,702</u>	<u>800,502</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

8. SUPPORT COSTS - continued Governance costs

	Provision of loan finance to excluded individuals 2020 £	Total activities 2019 £
Auditors' remuneration	26,667	20,403
Auditors' remuneration for non audit work	<u>5,400</u>	<u>3,495</u>
	<u>32,067</u>	<u>23,898</u>

9. NET INCOME/(EXPENDITURE)

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

	2020 £	2019 £
Auditors' remuneration	26,667	20,403
Auditors' remuneration for non audit work	5,400	3,495
Depreciation - owned assets	74,289	59,046
Other operating leases	191,780	186,834
Pension costs	<u>19,235</u>	<u>16,111</u>

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2020 nor for the year ended 31 March 2019.

Trustees' expenses

Expenses totalling £696 were reimbursed to the trustees during the period (2019: £1,202).

11. STAFF COSTS

	2020 £	2019 £
Wages and salaries	936,017	1,035,260
Social security costs	99,494	83,477
Other pension costs	<u>19,234</u>	<u>16,456</u>
	<u>1,054,745</u>	<u>1,135,193</u>

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

	2020	2019
Staff	<u>45</u>	<u>50</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

11. STAFF COSTS - continued

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2020	2019
£70,001 - £80,000	<u>1</u>	<u>1</u>

Due to the nature of each employee's diverse roles it is impractical to analyse them between the functions of the charity.

The Group's key management personnel comprise the trustees and the key management of its subsidiary companies; Street (UK) C.I.C., Street (UK) Services Limited and Street UK Homes Limited. The key management personnel of the subsidiaries are the Chief Executive Officer, the Chief Finance Officer, the IT Manager and the Front and Back Office Operation Managers whose employee benefits for the year ended 31 March 2020 total £190,353 (2019 £223,771).

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	-	62	62
Charitable activities			
Provision of loan finance to excluded individuals	1,505,421	-	1,505,421
Other trading activities	1,161,371	-	1,161,371
Investment income	<u>18,172</u>	<u>-</u>	<u>18,172</u>
Total	2,684,964	62	2,685,026
EXPENDITURE ON			
Raising funds			
Other trading activities	<u>642,485</u>	<u>28</u>	<u>642,513</u>
	642,485	28	642,513
Charitable activities			
Provision of loan finance to excluded individuals	1,936,991	34	1,937,025
Total	<u>2,579,476</u>	<u>62</u>	<u>2,579,538</u>
NET INCOME	105,488	-	105,488

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Total funds £
RECONCILIATION OF FUNDS			
Total funds brought forward	1,370,306	-	1,370,306
TOTAL FUNDS CARRIED FORWARD	<u>1,475,794</u>	<u>-</u>	<u>1,475,794</u>

13. TANGIBLE FIXED ASSETS

Group

	Improvements to property £	Platform development £	Fixtures and fittings £	Office and computer equipment £	Totals £
COST					
At 1 April 2019	19,928	84,900	7,447	296,006	408,281
Additions	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>1,587</u>	<u>11,587</u>
At 31 March 2020	<u>19,928</u>	<u>94,900</u>	<u>7,447</u>	<u>297,593</u>	<u>419,868</u>
DEPRECIATION					
At 1 April 2019	16,336	48,742	3,650	181,417	250,145
Charge for year	<u>651</u>	<u>36,376</u>	<u>770</u>	<u>36,492</u>	<u>74,289</u>
At 31 March 2020	<u>16,987</u>	<u>85,118</u>	<u>4,420</u>	<u>217,909</u>	<u>324,434</u>
NET BOOK VALUE					
At 31 March 2020	<u>2,941</u>	<u>9,782</u>	<u>3,027</u>	<u>79,684</u>	<u>95,434</u>
At 31 March 2019	<u>3,592</u>	<u>36,158</u>	<u>3,797</u>	<u>114,589</u>	<u>158,136</u>

Company

The company did not hold any fixed assets at 31 March 2020 (2019: £nil).

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

14. FIXED ASSET INVESTMENTS

Group

	Shares in Unlisted investments £
COST	
At 1 April 2019 and 31 March 2020	<u>73,699</u>
PROVISIONS	
At 1 April 2019 and 31 March 2020	<u>73,507</u>
NET BOOK VALUE	
At 31 March 2020	<u>192</u>
At 31 March 2019	<u>192</u>

There were no investment assets outside the UK.

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

Street (UK) Homes Limited

Registered office: 50 Cliveland Street, Birmingham, B19 3SH

The principal activity is the provision of relocation, home improvement and disabled facility loans for individuals who for a variety of reasons are unable to secure credit from mainstream financial institutions.

	%
Class of share:	holding
Ordinary	100

Street (UK) C.I.C

Registered office: 50 Cliveland Street, Birmingham, B19 3SH

The principal activity is that of relieving poverty and unemployment through the provision of temporary support.

	%
Class of share:	holding
Ordinary	100

	2020	2019
	£	£
Aggregate capital and reserves	2	2

Street (UK) Services Limited

Registered office: 50 Cliveland Street, Birmingham, B19 3SH

The principal activity is the provision of back office services, computer software, training and support.

	%
Class of share:	holding
Ordinary	100

	2020	2019
	£	£
Aggregate capital and reserves	2	2

The profits earned by the subsidiaries are donated to the charity.

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

15. STOCKS

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Stocks	<u>-</u>	<u>6,356</u>	<u>-</u>	<u>-</u>

16. DEBTORS

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Amounts falling due within one year:				
Trade debtors	207,938	217,772	-	-
Loan portfolio	1,775,687	2,296,617	-	-
Amounts due from subsidiary undertakings	-	-	1,668,970	1,408,192
Other debtors	30,900	38,450	30,900	38,450
Prepayments and accrued income	<u>106,694</u>	<u>185,989</u>	<u>-</u>	<u>-</u>
	<u>2,121,219</u>	<u>2,738,828</u>	<u>1,699,870</u>	<u>1,446,642</u>
Amounts falling due after more than one year:				
Loan portfolio	-	13,882,281	-	-
Other debtors	<u>19,700</u>	<u>12,150</u>	<u>19,700</u>	<u>12,150</u>
Aggregate amounts	<u>2,140,919</u>	<u>16,633,259</u>	<u>1,719,570</u>	<u>1,458,792</u>

The aggregate loan portfolio figure is shown after the following adjustments:

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Loan portfolio before adjustments for bad debts and accrued interest and fees	3,790,380	18,321,890		
Specific bad debt provision – personal loans	(180,292)	(520,647)	-	-
General bad debt provision – personal loans	2,830,269	(2,451,066)	-	-
Accrual for interest due not yet received	<u>995,868</u>	<u>828,721</u>		
	<u>1,775,687</u>	<u>16,178,898</u>	<u>-</u>	<u>-</u>

Street UK Homes Limited, a subsidiary company, changed its accounting treatment in relation to funds received from fund providers for on lending. As a result of this change the financial statements for the year ended 31 March 2020 do not include assets or liabilities associated to each fund. This treatment ensures the Balance Sheet position of Street UK Homes Limited at 31 March 2020 reflects the updated contractual arrangements in place between the company and fund providers. Further details are contained in note 26.

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

17. CASH AT BANK

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Cash and bank and in hand	<u>1,113,017</u>	<u>1,893,481</u>	<u>47,600</u>	<u>20,671</u>
Total	<u><u>1,113,017</u></u>	<u><u>1,893,481</u></u>	<u><u>47,600</u></u>	<u><u>20,671</u></u>

Included within the group's cash at bank and in hand are funds totalling £nil (2019: £1,480,260) which represent unspent loans for on lending repayable to the applicable fund provider.

18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Other loans (see note 20)	128,694	178,727	-	-
Trade creditors	44,476	40,791	-	-
Social security and other taxes	29,363	34,927	-	-
Other creditors	<u>98,838</u>	<u>115,739</u>	<u>7,050</u>	<u>3,673</u>
	<u><u>301,371</u></u>	<u><u>370,184</u></u>	<u><u>7,050</u></u>	<u><u>3,673</u></u>

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

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Other loans (see note 20)	1,285,534	1,369,574	-	-
Other creditors	<u>-</u>	<u>15,473,296</u>	<u>-</u>	<u>-</u>
	<u><u>1,285,534</u></u>	<u><u>16,842,870</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Fund provider loans	-	15,473,296	-	-
Other loans - 2-5 Years	<u>1,285,534</u>	<u>1,369,574</u>	<u>-</u>	<u>-</u>
	<u><u>1,285,534</u></u>	<u><u>16,842,870</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

19. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR - continued

Fund Provider Loans represent amounts received by Street UK Homes Limited, a subsidiary company, from fund providers which have been made available for lending in accordance with the contractual arrangements that exist between the fund provider and Street UK Homes Limited. The fund as at 31 March 2020 consists of the following balances:

Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
-	15,473,296	-	-

Street UK Homes Limited changed its accounting treatment in relation to funds received from fund providers for on lending. As a result of this change the financial statements for the year ended 31 March 2020 do not include assets or liabilities associated to each fund. This treatment ensures the Balance Sheet position of Street UK Homes Limited at 31 March 2020 reflects the updated contractual arrangements in place between the company and fund providers. Further details are contained in note 26.

20. LOANS

An analysis of the maturity of loans is given below:

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Amounts falling due within one year on demand:				
Other loans	128,694	178,727	-	-
Amounts falling due between two and five years:				
Other loans - 2-5 years	1,285,534	1,369,574	-	-

21. LEASING AGREEMENTS

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

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Within one year	114,247	128,247	-	-
Between one and five years	23,688	329,893	-	-
	137,935	458,140	-	-

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

22. SECURED DEBTS

The following secured debts are included within creditors:

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Fund Provider Loans	-	8,369,718	-	-
Other loans	1,414,228	1,551,766	-	-
	<u>1,414,228</u>	<u>9,921,484</u>	<u>-</u>	<u>-</u>

The Fund Provider Loans are owed by Street (UK) Homes Limited.

The Other loans are owed by Street (UK) C.I.C.

23. ACCRUALS AND DEFERRED INCOME

	Group 2020 £	Group 2019 £	Company 2020 £	Company 2019 £
Accruals and deferred income	<u>2,533</u>	<u>2,576</u>	<u>-</u>	<u>-</u>

24. ANALYSIS OF NET ASSETS BETWEEN FUNDS

Group	Unrestricted fund £	Restricted funds £	2020 Total funds £	2019 Total funds £
Fixed assets	92,901	2,533	95,434	158,136
Investments	192	-	192	192
Current assets	3,253,936	-	3,253,936	18,533,096
Current liabilities	(301,371)	-	(301,371)	(370,184)
Long term liabilities	(1,285,534)	-	(1,285,534)	(16,842,870)
Accruals and deferred income	-	(2,533)	(2,533)	(2,576)
	<u>1,760,124</u>	<u>-</u>	<u>1,760,124</u>	<u>1,475,794</u>
Company	Unrestricted fund £	Restricted funds £	Total funds £	Total funds £
Investments	4	-	4	4
Current assets	1,767,170	-	1,767,170	1,479,463
Liabilities	(7,050)	-	(7,050)	(3,673)
	<u>1,760,124</u>	<u>-</u>	<u>1,760,124</u>	<u>1,475,794</u>

25. MOVEMENT IN FUNDS

	At 1/4/19 £	Net movement in funds £	At 31/3/20 £
Unrestricted funds			
General fund	1,475,794	284,330	1,760,124
TOTAL FUNDS	<u>1,475,794</u>	<u>284,330</u>	<u>1,760,124</u>

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

25. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	3,035,043	(2,750,713)	284,330
Restricted funds			
Department of Work and Pensions	44	(44)	-
TOTAL FUNDS	<u>3,035,087</u>	<u>(2,750,757)</u>	<u>284,330</u>

Comparatives for movement in funds

	At 1/4/18 £	Net movement in funds £	At 31/3/19 £
Unrestricted funds			
General fund	1,370,306	105,488	1,475,794
TOTAL FUNDS	<u>1,370,306</u>	<u>105,488</u>	<u>1,475,794</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	2,684,964	(2,579,476)	105,488
Restricted funds			
Department of Work and Pensions	62	(62)	-
TOTAL FUNDS	<u>2,685,026</u>	<u>(2,579,538)</u>	<u>105,488</u>

Department of Work and Pensions - Funding to cover capital expenditure.

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

26. POST BALANCE SHEET EVENTS

During March 2020 the rapid spread of Covid-19 severely affected the United Kingdom's economy. The financial impact of Covid -19 on the Charity's stakeholders and loan portfolio has been considered and the trustees believe that the bad debt provision associated to personal loans should increase by £120,000 to recognise the potential financial effect of the pandemic on the Group's loan portfolio. Furthermore, the Trustees confirm that they have considered the effect of any further uncertainties as known at 24 July 2020 associated to the impact of Covid -19 when considering the Group's going concern position.

In addition, Street UK Homes Limited, a subsidiary company, has changed its accounting treatment for funds received from fund providers for on lending. The reason for the change is as a result of the directors pre year end strategic decision to terminate certain services offered by the company to fund providers.

As a result of the Board's decision it is anticipated that any assets and liabilities associated to each fund will be returned to fund providers during the year ending 31 March 2021. Consequentially, the contractual arrangements in place between the company and fund providers have changed and therefore a change in accounting treatment is necessary.

As a result of the change in treatment the Group's Balance Sheet as at 31 March 2020 does not include the following assets and liabilities which are associated to each fund:

	£
Loan portfolio	14,688,705
Cash at bank	827,895
Fund provider funds	(15,516,600)

The revised treatment ensures the Group's financial statements for the year ended 31 March 2020 reflect the updated contractual arrangements in place.

27. ULTIMATE CONTROLLING PARTY

The Board of Trustees control the charitable parent company.

28. PARENT COMPANY'S STATEMENT OF FINANCIAL ACTIVITIES

The parent company has taken advantage of the exemption permitted by Section 408 of the Companies Act 2006 and has not published its own Statement of Financial Activities. The total comprehensive income attributable to the parent company, was a surplus of £284,330 (2019 £105,488).

STREET (UK) FOUNDATION

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

29. ANALYSIS OF INTER-COMPANY LOAN

	2020 £
Balance at 1 April 2019 owed to charity	1,408,192
Donation from subsidiary undertakings	(266,447)
Funds transferred to and from subsidiary undertakings	<u>527,225</u>
Balance at 31 March 2020 owed to charity	<u><u>1,668,970</u></u>

As at 31 March 2020 an inter-company loan exists between Street (UK) Foundation and Street (UK) C.I.C., Street (UK) Services Limited and Street UK Homes Limited. The subsidiary undertakings assist in meeting the objectives of the charity.