OUR KIDS

England & Wales · Charity number 1109158

Details

Status	Registered
Legal form	Charitable company
Company number	05302575
Registered	2005-04-20
Register	View on the Charity Commission register

Contact

Address	Brulimar House Jubilee Road Middleton Manchester M24 2LX
Phone	0161 655 7019
Email	malka@our-kids.org.uk
Website	our-kids.org.uk

Activities

Objects: (I) THE RELIEF OF POVERTY AND HARDSHIP.(II) THE ADVANCEMENT OF EDUCATION FOR YOUNG PEOPLE, WITH PARTICULAR REFERENCE TO THE SOCIAL AND CULTURAL ASPECTS OF EDUCATION.

Activities: To pursue the objects of the charity with all the resources available to the charity.

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Other Charitable Activities
- **What:** General Charitable Purposes, Education/training, The Prevention Or Relief Of Poverty, Economic/community Development/employment
- **Who:** Children/young People, People Of A Particular Ethnic Or Racial Origin, Other Charities Or Voluntary Bodies

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Geography

- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£19,348,950	£18,817,304	£5,195,415	0
2023-12-31	£16,662,408	£16,231,953	£4,663,769	46
2022-12-31	£14,092,628	£13,827,770	£4,233,314	54
2021-12-31	£14,769,975	£14,771,270	£3,939,287	57
2020-12-31	£15,081,539	£14,263,372	£2,223,755	59

Trustees

Name	Role	Appointed
Hanna Deborah Corn		2015-03-16
MALKA STEINBERG		2011-10-07

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OUR KIDS

England & Wales - Charity number 1109158

Accounts

COMPANY REGISTRATION NUMBER: 05302575

CHARITY REGISTRATION NUMBER: 1109158

Our Kids

Company Limited by Guarantee

Consolidated Financial Statements

31 December 2024

G A HARRIS & CO LIMITED
Chartered accountants & statutory auditor
Brulimar House
Jubilee Road,
Middleton,
Manchester
England
M24 2LX

Our Kids

Company Limited by Guarantee

Consolidated Financial Statements

Year ended 31 December 2024

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Our Kids

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 December 2024

The trustees, who are also the directors for the purposes of company law, present their report and the Consolidated Financial Statements of the charity for the year ended 31 December 2024.

Reference and administrative details

Registered charity name	Our Kids
Charity registration number	1109158
Company registration number	05302575
Principal office and registered office	Brulimar House Jubilee Road Middleton Manchester M24 2LX
The trustees	
	Mrs H Corn Mrs H Steinberg
Auditor	G A HARRIS & CO LIMITED Chartered accountants & statutory auditor Brulimar House Jubilee Road, Middleton, Manchester England M24 2LX
Bankers	National Westminster Bank Plc PO Box 12263 1 Princes Street London EC2R 8PH

Structure, governance and management

Our Kids is constituted by Memorandum & Articles of Association and is a company limited by guarantee. It was incorporated on the 2nd December 2004, company number 5302575. It was registered as a charity on 20th April 2005, charity number 1109158.

The day to day running of the charity is undertaken by Mr P Corn, husband of one of the trustees, Mrs H Corn. All major decisions are made collectively by the trustees and all trustees give their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. Any arrangements for setting the pay of the charity's employees are the sole doing of the trustees.

There are no policies for the induction or training of new trustees.

Risk review

The trustees have assessed the major risk to which the charity is exposed and are satisfied that systems are in place to manage any such exposure.

The risk faced by the charity are principally operational from making ineffective grant making. Such risks are managed by the trustees researching potential beneficiaries before granting donations.

By reporting back to the other trustees and by reviewing such procedures regularly, it is hoped that safeguards in place are strengthen to ensure public benefit os achieved from all grants made.

Other risks are associated with the trading subsidiaries of the parent charity. Such operational risks include possible lose of market share and becoming unable to pay liabilities as they fall due.

The directors and management of the subsidiaries monitor cash flow effectively and report regularly to ensure they maintain and hopefully strengthen their market position so cash flow is not an issue.

Objectives and activities

The objectives of the charity are:

1) the relief of poverty and hardship and

2) the advancement of education and training for young people within the local community with particular reference to social and cultural aspects of education.

The main activities of the charity are:

1) the ownership of Arrow Mill, Rochdale

2) Ownership of shares in subsidiary companies

3) Provision of counselling services to young people to ensure they are ready for work

4) Provision of training and work placements within the subsidiary trading company to ensure the young people have the skills to become employees of the subsidiary company or transferrable to other jobs.

5) Provision of grants to individuals who meet the charity's criteria to enhance their social and cultural skills.

6) Provision of donations to other charities who have the same objectives as Our Kids.

Objectives and activities *(continued)*

Public benefit
The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education when reviewing the charity's aims and objectives and in planning future activities and setting grant making policies for the year.

Grant making policy
The charity has established its grant making policy to achieve its objects for the public benefit. The charity utilises funds received from the the subsidiaries to pay out grants that are appropriate for the charities objectives. The charity is also engaged in actively helping young people to become employable.

The application of the funds by way of grants is to either institutions or individuals.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out each year as well as how many successful work placements are achieved by individuals who have received grant monies and/or training and education from the charity. The grants paid out in the year are detailed in the notes to these accounts and the trustees consider that they have met their aims successfully this year. Several individuals who were offered training and education during the year have gone on to become employees of the subsidiaries after work placements funded by the charity.

The trustees consider the short term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Strategic report

The following sections for achievements and performance, financial review and plans for future periods form the strategic report of the charity.

Achievements and performance

The charity received £19,401 (2023 £16,620) of donations in the year from third parties.

The parent charity also received gift aid payments from its 2 trading subsidiaries. Any pretax surpluses generated in the individual subsidiary's year of trading are transferred as gift aid payments, within 9 months of the balance sheet date, to the parent charity. For the year ended 31st December 2024, Easygift Trading Ltd made such payments totalling £496,642 (2023 £347,527) and Arrow Mill Management Ltd £46,302 (2023 £44,896). This income is not shown on the face of the consolidated SOFA,per page 16.

Easygift Trading Ltd
The figures for the wholly owned subsidiary, Easygift Trading Limited, have been consolidated within the accounts of the charity. The notes to the accounts disclose the split of balances between the charity and Easygift Trading as well as a summary of the results for the year.

Easygift Trading Ltd is a UK based company, selling furniture, other household products and gifts online. During the year, Easygift Trading Ltd successfully provided 6-12 month work experience, training and employment to young adults, aged between 18 - 24 who were unemployed. These activities enabled many young people to become employable, some within the subsidiary and some by other companies. These activities were made in line with the stated objectives of the charity.

Arrow Mil Management Ltd
The trading results of the 2nd trading subsidiary, Arrow Mill Management Ltd, have also been consolidated within the accounts of the charity. The notes to the accounts disclose the split of balances between the charity and Arrow Mill Management Ltd, as well as a summary of the results for the year.

Arrow Mill Management Ltd is a UK based company that manages Arrow Mill, the property owned by the charity. Easygift Trading Ltd occupy approximately 50% of the mill, the remainder being sublet to third parties.

Our Kids Charity
The charity paid out grants to other charitable institutions and individuals totalling £61,302 (2023 £76,640) in the year. A summary of the grants made during the year and are detailed in the accounts and were made in line of the stated objectives of the charity for educational and communal purposes.

Other costs for the charity during the year totalled £329,767 (2023 £383,474). The summary below shows some of the significant costs:

Rates £84,343 (2023 £114,758)
Heat & light £93,707 (2023 £78,806)
Repairs and maintenance £290,698 (2023 £17,410)
Professional fees £28,120 (2023 £16,390)
Mortgage interest £49.639 (2023 £47,339)
Hire purchase interest £9,680 (2023 £9,680)

The hire purchase interest relates to solar panels which were installed on the roof of Arrow Mill during the previous year, costing £150,000. Future heat and light costs are expected to be significantly lower due to the installation of the panels.

There were no material fundraising costs incurred during the year.

During the year, the trustees considered the fair value of the land and buildings of the charity and believe no revaluation is considered necessary at the balance sheet date.

The consolidated net income for the year has increased again from the previous year, £430,455 in 2023 to £531,646 in 2024. This is mainly due to the improved results of Easygift Trading Limited.

Financial review

Investment performance
The trustees report that the 2 wholly owned subsidiaries have continued to have healthy sales and profits during the year. Their success has enabled the charity to continue to support young people who have social, emotional and educational difficulties prior to joining the education and training programme. The trustees believe that the 2 subsidiaries will continue to grow in the future ensuring charitable activities can continue for many years to come.

The charity has continued to invest in the trading subsidiary, Easygift Trading Limited. The charity purchased a further £180,000 of shares in the year. The charity's total share value in Easygift Trading Ltd is now £1,365,001.

Reserves policy
The are no restricted funds in the charity. All funds held are unrestricted and have arisen from past operating results from the charity and its subsidiaries.

The trustees are satisfied that the balance of the fund is an acceptable level of reserves given the nature of revenue receipts against grants payable. The trustees intend to retain a level of reserves that reflects the risk of the charity and its subsidiaries.

In considering the financial obligations of the charity, the trustees have resolved to maintain a minimum reserve, being enough to cover all liabilities as they fall due.

The general fund reserves at the balance sheet date are £4,084,781 (2023 £3,553,135). The revaluation reserve balance (relating to the Mill) is £1,110,634 (2023 £1,110,634).

Macro-Economic Factors

Covid
Post Covid, Easygift Trading Ltd, used new shipping suppliers, haulage providers and couriers, which were cheaper and more reliable than those used previously. These cost savings are reflected in the improved financial performance of the subsidiary.

The results have Arrow Mill Management Ltd have also improved post COVID as the mill is now fully let for most of the financial year.

Brexit
Easygift Trading has again overcome the logistical and legislative challenges it encountered in previous years due to Brexit. International trade continues to grow.

Stock Management
Previous supply chain problem have not been an issue in this financial year. A new dedicated account manager at the online platforms and sales promotions have ensured that stock lines offered have been popular with consumers and profitable.

Risk: Inflation
The trading subsidiary, Easygift Trading Ltd, constantly monitors the cost of goods, listing fees, shipping and transport costs. It takes into careful consideration the effects of price increases v profitability and how much of the price increases of cost of goods can be passed on to customers. They use bespoke software which enable the sales team to follow the sales trend of specific product lines allowing the company to maintain this balance.

Plans for future periods

The trustees plan to continue raising funds for projects in line with the Memorandum & Articles of Association and pursue those objectives and projects with all the resources available to the charity.

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the Consolidated Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare Consolidated Financial Statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

In preparing these Consolidated Financial Statements, the trustees are required to:

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

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the Consolidated 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.

Auditor

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

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

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

The trustees' annual report and the strategic report were approved on 30th December 2025 and signed on behalf of the board of trustees by:

Hanna Corn

Mrs H Corn
Trustee

Our Kids

Company Limited by Guarantee

Independent Auditor's Report to the Members of Our Kids

Year ended 31 December 2024

Opinion

We have audited the financial statements of Our Kids (the 'parent') and its subsidiaries (the 'group') for the year ended 31st December 2022. These statements comprise the Consolidated Statement of Financial Activities (including income and expenditure account), the Consolidated Statement of Financial Position, the Consolidated Statement of Cash Flows, the Statement of Financial Position for the parent and notes to the financial statements named above, including a summary of significant accounting policies.

In our opinion, the financial statements above:

-give a true and fair view of the state of the group's and of the charitable company's affairs as at 31st December 2022 and of the group's incoming resources and application of resources (profit/loss) for the year then ended;

-have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;

-have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the consolidated financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the Consolidated 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 Consolidated Financial Statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the Consolidated Financial Statements is appropriate.

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

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

Other information

The other information comprises the information included in the annual report, other than the Consolidated Financial Statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the Consolidated 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 Consolidated Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Consolidated 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 Consolidated 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.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report, which includes the directors' report and the strategic report, (prepared for the purposes of Company Law), for the year ended 31st December 2022, is consistent with the financial statements, and;

-the trustees report 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 charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the Consolidated 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 trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the Consolidated 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 Consolidated Financial Statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated 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:

I looked at the charity's and subsidiaries policies and procedures relating to fraud and compliance with laws and regulations. I also inquired with the trustees and directors about their own identification and assessment of the risk of irregularities. Based on this understanding, I identified and assessed the risks of material misstatement in the consolidated financial statements and designed and performed audit procedures in response to those risks.

Key laws and regulations which have a direct effect on the determination of material amounts and disclosures in the consolidated financial statements, the most significant being Companies Act 2006 and the Charities SORP (FRS 102). I also gained knowledge of the legal and regulatory frameworks which do not have a direct effect on the consolidated financial statements but non-compliance with may have a fundamental effect on the companies/charity's ability to operate.

I also looked at the comparative figures contained in the consolidated financial statements and the individual subsidiary companies and parent charity to understand how the accounts were prepared by the previous auditors.

Audit response to risks identified

Procedures were designed within the audit programmes of the subsidiaries and charity audit files to identify any risks or non compliance by way of discussions with management, review of after date trading activities or donations made and a review of trustees and directors' meetings where any such instances of fraud and irregularity may have been identified.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity'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 charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Gary Harris (Senior Statutory Auditor)

For and on behalf of
G A HARRIS & CO LIMITED
Chartered accountants & statutory auditor
Brulimar House
Jubilee Road,
Middleton,
Manchester
England
M24 2LX

30th December 2025

Our Kids

Company Limited by Guarantee

Consolidated Statement of Financial Activities (Including Income and Expenditure Account)

Year ended 31 December 2024

	Note	2024 Unrestricted funds £	2024 Total funds £	2023 Total funds £
Income and endowments				
Donations and legacies	5	19,401	**19,401**	16,620
Other trading activities	6	19,329,549	**19,329,549**	16,645,788
Total income		19,348,950	**19,348,950**	16,662,408
Expenditure				
Expenditure on raising funds:				
Costs of other trading activities	7	18,451,064	**18,451,064**	15,807,896
Expenditure on charitable activities	8,9	366,240	**366,240**	424,057
Total expenditure		18,817,304	**18,817,304**	16,231,953
Net income and net movement in funds		531,646	**531,646**	430,455
Reconciliation of funds				
Total funds brought forward		4,663,769	**4,663,769**	4,233,314
Total funds carried forward		5,195,415	**5,195,415**	4,663,769

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 17 to 29 form part of these Consolidated Financial Statements.

Our Kids

Company Limited by Guarantee

Consolidated Statement of Financial Position

31 December 2024

	Note	2024 £	£	2023 £
Fixed assets				
Intangible assets	15		31,260	42,288
Tangible fixed assets	16		3,344,146	3,260,809
Investments	17		2,875	2,875
			3,378,281	3,305,972
Current assets				
Stocks	18	6,535,194		4,791,659
Debtors	19	1,671,419		1,576,818
Cash at bank and in hand		1,306,577		1,475,539
		9,513,190		7,844,016
Creditors: amounts falling due within one year	20	5,408,611		4,019,273
Net current assets			4,104,579	3,824,743
Total assets less current liabilities			7,482,860	7,130,715
Creditors: amounts falling due after more than one year	21		2,287,445	2,466,946
Net assets			5,195,415	4,663,769
Funds of the charity				
Unrestricted funds:				
Revaluation reserve		1,110,634		1,110,634
Other unrestricted income funds		4,084,781		3,553,135
Total unrestricted funds		5,195,415		4,663,769
Total charity funds	24		5,195,415	4,663,769

These Consolidated Financial Statements were approved by the board of trustees and authorised for issue on 30th December 2025, and are signed on behalf of the board by:

Hanna Corn

Mrs H Corn
Trustee

OUR KIDS CHARITY

Statement of financial position (non consolidated)
31 December 2024

	Note	2024 £	2024 £	2023 £	2023 £
Fixed assets					
Tangible assets	28	2,923,730		2,935,899	
Investments	29	1,367,877		1,187,877	
			4,291,607		4,123,776
Current assets					
Debtors	30	656,084		530,178	
Cash at bank and in hand		57,878		70,890	
		713,962		601,068	
Creditors: amounts falling due within one year	31	(216,319)		(216,319)	
Net current assets			497,643		384,749
Total assets less current liabilities			4,789,250		4,508,525
Creditors: amounts falling due after more than one year	32		(932,655)		(1,129,915)
Net assets			3,856,595		3,378,610
Capital and reserves					
Revaluation reserve			1,110,634		1,110,634
Profit and loss account			2,745,961		2,267,976
Shareholders funds			3,856,595		3,378,610

The notes on pages 30 to 32 form part of these financial statements.

OUR KIDS CHARITY

Statement of financial position (non consolidated)
31 December 2024

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

These financial statements were approved by the board of directors and authorised for issue on 30 December 2025, and are signed on behalf of the board by:

Hanna Corn

Mrs H Corn

Director

Company registration number: 05302575

The notes on pages 30 to 32 form part of these financial statements.

Our Kids

Company Limited by Guarantee

Consolidated Statement of Cash Flows

Year ended 31 December 2024

	2024 £	2023 £
Cash flows from operating activities		
Net income	**531,646**	430,455
Adjustments for:		
Depreciation of tangible fixed assets	**85,190**	82,668
Amortisation of intangible assets	**11,028**	1,837
Interest payable and similar charges	**237,390**	171,561
Accrued (income)/expenses	**(52,858)**	24,421
Changes in:		
Stocks	**(1,743,535)**	(140,898)
Trade and other debtors	**(71,032)**	(397,966)
Trade and other creditors	**480,167**	753,011
Cash generated from operations	**(522,004)**	925,089
Interest paid	**(237,390)**	(171,561)
Interest received	**(23,569)**	–
Net cash (used in)/from operating activities	**(782,963)**	753,528
Cash flows from investing activities		
Purchase of tangible assets	**(168,527)**	(42,673)
Purchase of intangible assets	**–**	(44,125)
Net cash used in investing activities	**(168,527)**	(86,798)
Cash flows from financing activities		
Proceeds from borrowings	**807,528**	170,047
Payments of finance lease liabilities	**(25,000)**	(25,000)
Net cash from financing activities	**782,528**	145,047
Net (decrease)/increase in cash and cash equivalents	**(168,962)**	811,777
Cash and cash equivalents at beginning of year	**1,475,539**	663,762
Cash and cash equivalents at end of year	**1,306,577**	1,475,539

The notes on pages 17 to 29 form part of these Consolidated Financial Statements.

Our Kids

Company Limited by Guarantee

Notes to the Consolidated Financial Statements

Year ended 31 December 2024

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Brulimar House, Jubilee Road, Middleton, Manchester, M24 2LX.

2. Statement of compliance

These Consolidated Financial Statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Consolidation

These financial statements consolidate the results of the charity, Our Kids and its 2 100% owned subsidiaries, Easygift Trading Ltd and Arrow Mill Management Ltd.

Easygift Trading Ltd is a company registered in England & Wales, registered company number 7061441. The registered office is Arrow Mill, Queensway, Rochdale, Lancashire, England OL11 2YW. The year end of Easygift Trading Lts is 31st December 2022.

Arrow Mill Management Ltd, is also registered in England & Wales, registered number 9773133. The registered office of the company is as above. The year end of Arrow Mill Management Ltd is 31st December 2022.

The charity has not produced an individual SOFA as per exemption s408 Companies Act 2006.

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of investments which are included at market value.

The accounts are prepared in sterling which is the functional currency of the entity.

The accounts present consolidated information about the charity (Our Kids) and its two subsidiary undertakings (Easygift Trading Ltd and Arrow Mill Management Ltd).

Going concern

The trustees have given due consideration for the future of the charity and its ability to meet its objectives. They have concluded that there are no material uncertainties about the charity's ability to continue. They believe the charity has adequate resources to continue in operational existence for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

3. **Accounting policies** *(continued)*

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management and the trustees to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

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

Significant judgements

The judgements made by management and trustees that have a significant effect on the amounts recognised in the financial statements are described below.

Sources of estimation uncertainty

Land and buildings are stated at the fair value based on the trustees valuation. No recent independent professional valuation has been done. The last professional valuation of Arrow Mill was 2017. The rise in interest rates and inflation has caused significant disruption and uncertainty in the UK property market which has inevitably increased the degree of judgement involved in the property valuation at 31st December 2024.

Closing stock of the trading subsidiary was valued at £6.5m at 31st December 2024. This was after a provision of £232k for slow moving and obsolete stock which represents less than 4% of total stock. The directors and management of the trading subsidiary belief this to be reasonable but the actual provision is uncertain, largely due to seasonal and fashionable sales trends.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

3. **Accounting policies** *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Intangible assets

Intangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated amortisation and impairment losses. Any intangible assets carried at revalued amounts, are recorded at the fair value at the date of revaluation, as determined by reference to an active market, less any subsequent accumulated amortisation and subsequent accumulated impairment losses.

3. Accounting policies *(continued)*

Intangible assets *(continued)*

Intangible assets acquired as part of a business combination are only recognised separately from goodwill when they arise from contractual or other legal rights, are separable, the expected future economic benefits are probable and the cost or value can be measured reliably.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Website	-	4% straight line

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold Property improvements	-	In the subsidaries only
Plant & machinery	-	15% reducing balance
	-	15% straight line
Motor vehicles	-	25% reducing balance
Solar panels	-	5% straight line

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

3. **Accounting policies** *(continued)*

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Limited by guarantee

The charity is a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 2nd Floor, Parkgates, Bury New Road, Prestwich, Manchester M25 0TL. In the event of the charity being wound up, members are required to contribute an amount not exceeding £10.

5. Donations and legacies

	Unrestricted Funds £	**Total Funds 2024 £**	Unrestricted Funds £	Total Funds 2023 £
Donations				
Donations	19,401	**19,401**	16,620	16,620

Donations receivable are wholly attributable to the charity.

6. Other trading activities

	Unrestricted Funds £	**Total Funds 2024 £**	Unrestricted Funds £	Total Funds 2023 £
Arrow Mill Management Ltd	647,443	**647,443**	638,541	638,541
Easygift Trading Ltd	18,682,106	**18,682,106**	16,007,247	16,007,247
	19,329,549	**19,329,549**	16,645,788	16,645,788

7. Costs of other trading activities

	Unrestricted Funds £	**Total Funds 2024 £**	Unrestricted Funds £	Total Funds 2023 £
Eaygift Trading Ltd	17,759,308	**17,759,308**	15,167,766	15,167,766
Arrow Mill Management Ltd	691,756	**691,756**	640,130	640,130
	18,451,064	**18,451,064**	15,807,896	15,807,896

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	**Total Funds 2024 £**	Unrestricted Funds £	Total Funds 2023 £
Charity costs	329,767	**329,767**	383,474	383,474
Support costs	36,473	**36,473**	40,583	40,583
	366,240	**366,240**	424,057	424,057

9. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	**Total funds 2024 £**	Total fund 2023 £
Charity costs	268,465	61,302	–	**329,767**	383,474
Governance costs	–	–	36,473	**36,473**	40,583
	268,465	61,302	36,473	**366,240**	424,057

10. Analysis of grants

	2024 £	2023 £
Grants to institutions		
Asser Bishvil Foundation	**4,960**	1,080
BCGCT Halberstadt	**2,000**	2,500
British Friends of RC	**–**	9,770
Ohr Chodosh Tshva	**–**	2,280
Tree Life Club	**–**	3,000
Beis Tefila	**12,000**	13,860
Beis Chaya Rochel	**180**	–
Amud Hatzdokoh Trust	**4,800**	7,710
Ezra Care	**600**	300
Kolyom Trust	**36**	1,700
Ahavas Chesed Trust	**1,580**	530
Other grants under £1,000 per institution	**15,046**	11,240
Beis Chaya	**–**	2,000
JTTC	**–**	3,800
Yeshiva Gedola	**–**	6,000
Zichron Meir	**–**	5,000
	41,202	70,770
Grants to individuals		
Relief of poverty & educational grants	**20,100**	5,690
Total grants	**61,302**	76,460

11. Net income

Net income is stated after charging/(crediting):

	2024 £	2023 £
Amortisation of intangible assets	**11,028**	1,837
Depreciation of tangible fixed assets	**85,190**	82,668

12. Auditors remuneration

	2024 £	2023 £
Fees payable for the audit of the consolidated financial statements	**9,000**	9,000
Fees payable to the charity's auditor and its associates for other services:		
Audit of the Consolidated Financial Statements of associates	**11,500**	11,500

13. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2024	2023
	£	£
Wages and salaries	**1,457,421**	1,232,620
Social security costs	**82,314**	69,021
Employer contributions to pension plans	**19,067**	16,513
	1,558,802	1,318,154

The average head count of employees during the year was 48 (2023: 46). The average number of full-time equivalent employees during the year is analysed as follows:

	2024	2023
	No.	No.
Number of distribution staff - Easygift Trading Ltd	**38**	36
Number of administrative staff - Arrow Mill Management Ltd	**10**	10
	48	46

No employee received employee benefits of more than £60,000 during the year (2023: Nil).

14. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received or expenses reimbursed by the trustees.

15. Intangible assets

	Website
	£
Cost	
At 1 January 2024 and 31 December 2024	**44,125**
Amortisation	
At 1 January 2024	**1,837**
Charge for the year	**11,028**
At 31 December 2024	**12,865**
Carrying amount	
At 31 December 2024	**31,260**
At 31 December 2023	42,288

16. Tangible fixed assets

	Land and buildings £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Solar Panels £	Total £
Cost						
At 1 Jan 2024	2,855,689	293,186	744,995	31,541	150,000	**4,075,411**
Additions	–	13,471	155,056	–	–	**168,527**
At 31 Dec 2024	2,855,689	306,657	900,051	31,541	150,000	**4,243,938**
Depreciation						
At 1 Jan 2024	85,093	261,493	425,451	27,565	15,000	**814,602**
Charge for the year	2,078	8,858	65,758	996	7,500	**85,190**
At 31 Dec 2024	87,171	270,351	491,209	28,561	22,500	**899,792**
Carrying amount						
At 31 Dec 2024	2,768,518	36,306	408,842	2,980	127,500	**3,344,146**
At 31 Dec 2023	2,770,596	31,693	319,544	3,976	135,000	3,260,809

The freehold property, Arrow Mill, was externally revalued on 9th August 2017. The valuation was carried out by JJL Surveyors, on behalf of Santander Plc (the mortgage provider of the charity). Per the trustees this represents a fair value of the freehold property.

The net book value of fixed assets include £376,495 (2022 £359,409) attributable to the subsidiaries, the remaining value is attributable to the charity.

17. Investments

	Other Investments £
Cost or valuation	
At 1 January 2024 and 31 December 2024	**2,875**
Impairment	
At 1 January 2024 and 31 December 2024	
Carrying amount	
At 31 December 2024	**2,875**
At 31 December 2023	2,875

All investments shown above are held at valuation.

18. Stocks

	2024 £	2023 £
Raw materials and consumables	**6,535,194**	4,791,659

All stocks are attributable to the subsidiaries of the charity.

19. Debtors

Debtors include £1,369,280 (2023 £1,269,178) attributable to the subsidiaries of the parent charity. The remaining amount is attributable to the charity.

20. Creditors: amounts falling due within one year

	2024	2023
	£	£
Bank loans and overdrafts	**2,905,681**	1,522,101
Trade creditors	**1,299,283**	1,421,857
Accruals and deferred income	**218,824**	271,682
Social security and other taxes	**769,179**	750,729
Obligations under finance leases and hire purchase contracts	**25,000**	25,000
Other creditors	**190,644**	27,904
	5,408,611	4,019,273

Creditors falling due within one year include £5,011,292 (2023 £3,860,454) attributable to the subsidiaries of the charity, the balance being due by the charity.

21. Creditors: amounts falling due after more than one year

	2024	2023
	£	£
Bank loans and overdrafts	**27,037**	603,089
Obligations under finance leases and hire purchase contracts	**52,083**	77,083
Other creditors	**2,208,325**	1,786,774
	2,287,445	2,466,946

Creditors falling due after more than one year include £1,535,790 (2023 £1,279,532) attributable to the subsidiaries of the charity. The remaining amount is due by the charity.

Bank loans and overdrafts are secured against the property of the charity as well as a cross guarantee from the subsidiaries.

22. Finance leases and hire purchase contracts

The total future minimum lease payments under finance leases and hire purchase contracts are as follows:

	2024	2023
	£	£
Not later than 1 year	**25,000**	25,000
Later than 1 year and not later than 5 years	**52,083**	77,083
	77,083	102,083

23. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £19,067 (2023: £16,513).

24. Analysis of charitable funds

Unrestricted funds

	At 1 January 2024	Income	Expenditure	At 31 December 2024
	£	£	£	£
General funds	3,553,135	19,348,950	(18,817,304)	**4,084,781**
Revaluation reserve	1,110,634	–	–	**1,110,634**
	4,663,769	19,348,950	(18,817,304)	**5,195,415**

	At 1 January 2023	Income	Expenditure	At 31 December 2023
	£	£	£	£
General funds	3,122,680	16,662,408	(16,231,953)	3,553,135
Revaluation reserve	1,110,634	–	–	1,110,634
	4,233,314	16,662,408	(16,231,953)	4,663,769

25. Analysis of net assets between funds

	Unrestricted Funds	Total Funds 2024
	£	£
Intangible assets	31,260	**31,260**
Tangible fixed assets	3,344,146	**3,344,146**
Investments	2,875	**2,875**
Current assets	9,513,190	**9,513,190**
Creditors less than 1 year	(5,408,611)	**(5,408,611)**
Creditors greater than 1 year	(2,287,445)	**(2,287,445)**
Net assets	5,195,415	**5,195,415**

	Unrestricted Funds	Total Funds 2023
	£	£
Intangible assets	42,288	42,288
Tangible fixed assets	3,260,809	3,260,809
Investments	2,875	2,875
Current assets	7,844,016	7,844,016
Creditors less than 1 year	(4,019,273)	(4,019,273)
Creditors greater than 1 year	(2,466,946)	(2,466,946)
Net assets	4,663,769	4,663,769

26. Analysis of changes in net debt

	At 1 Jan 2024	Cash flows	At 31 Dec 2024
	£	£	£
Cash at bank and in hand	1,475,539	(168,962)	**1,306,577**
Debt due within one year	(1,547,101)	(1,383,580)	**(2,930,681)**
Debt due after one year	(680,172)	601,052	**(79,120)**
	(751,734)	(951,490)	**(1,703,224)**

27. Related parties

Mr S Rose, is a director and shareholder of Easygift Trading Limited and another company Easygift Logistics Ltd. During the year, Easygift Trading Ltd paid £740,330 (2023 £722,330) to Easygift Logistics Ltd for the provision of key management personnel and staff. This was paid within a services agreement between the two companies.

Included within creditors greater than one year is an amount of £1,156,229 (2023 £1,184,923) owing from Easygift Trading Ltd to Easygift Logistics Ltd.

28. Tangible assets

	Property	P&M	F&F	Solar panels	Total
	£	£	£	£	£
Cost					
At 1 January 2024 and 31 December 2024	2,762,267	104,587	40,310	150,000	3,057,164
Depreciation					
At 1 January 2024	-	77,889	35,875	7,500	121,264
Charge for the year	-	4,005	665	7,500	12,170
At 31 December 2024	-	81,894	36,540	15,000	133,434
Carrying amount					
At 31 December 2024	2,762,267	22,693	3,770	135,000	2,923,730
At 31 December 2023	2,762,267	26,698	4,435	142,500	2,935,900

29. Investments

	Shares in subsidiaries	Other	Total investments
	£	£	£
Cost			
At 1 January 2024	1,185,002	2,875	1,187,877
Additions	180,000	-	180,000
At 31 December 2024	1,365,002	2,875	1,367,877
Impairment			
At 1 January 2024 and 31 December 2024	-	-	-
Carrying amount			
At 31 December 2024	1,365,002	2,875	1,367,877
At 31 December 2023	1,185,002	2,875	1,187,877

30. Debtors

	2024	2023
	£	£
Amounts owed by group undertakings	346,538	222,538
Other debtors	309,546	307,640
	656,084	530,178

31. Creditors: amounts falling due within one year

	2024	2023
	£	£
Bank loans and overdrafts	106,080	106,080
Accruals and deferred income	37,239	37,239
Obligations under finance leases	25,000	25,000
Other creditors	48,000	48,000
	216,319	216,319

32. Creditors: amounts falling due after more than one year

	2024	2023
	£	£
Bank loans and overdrafts	474,303	571,435
Obligations under finance leases	52,083	77,083
Other creditors	406,269	481,397
	932,655	1,129,915

OUR KIDS

England & Wales - Charity number 1109158

Accounts

COMPANY REGISTRATION NUMBER: 05302575

CHARITY REGISTRATION NUMBER: 1109158

Our Kids

Company Limited by Guarantee

Consolidated Financial Statements

31 December 2023

G A HARRIS & CO LIMITED
Chartered accountants & statutory auditor
Brulimar House
Jubilee Road
Middleton
Manchester
England
M24 2LX

Our Kids

Company Limited by Guarantee

Consolidated Financial Statements

Year ended 31 December 2023

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Our Kids

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 December 2023

The trustees, who are also the directors for the purposes of company law, present their report and the Consolidated Financial Statements of the charity for the year ended 31 December 2023.

Reference and administrative details

Registered charity name	Our Kids
Charity registration number	1109158
Company registration number	05302575
Principal office and registered office	Brulimar House Jubilee Road Middleton Manchester M24 2LX
The trustees	
	Mrs H Corn Mrs H Steinberg
Auditor	G A Harris & Co Limited Chartered accountants & statutory auditor Brulimar House Jubilee Road Middleton Manchester England M24 2LX
Bankers	National Westminster Bank Plc PO Box 12263 1 Princes Street London EC2R 8PH

Structure, governance and management

Our Kids is constituted by Memorandum & Articles of Association and is a company limited by guarantee. It was incorporated on the 2nd December 2004, company number 5302575. It was registered as a charity on 20th April 2005, charity number 1109158.

The day to day running of the charity is undertaken by Mr P Corn, husband of one of the trustees, Mrs H Corn. All major decisions are made collectively by the trustees and all trustees give their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. Any arrangements for setting the pay of the charity's employees are the sole doing of the trustees.

There are no policies for the induction or training of new trustees.

Risk review

The trustees have assessed the major risk to which the charity is exposed and are satisfied that systems are in place to manage any such exposure.

The risk faced by the charity are principally operational from making ineffective grant making. Such risks are managed by the trustees researching potential beneficiaries before granting donations.

By reporting back to the other trustees and by reviewing such procedures regularly, it is hoped that safeguards in place are strengthen to ensure public benefit os achieved from all grants made.

Other risks are associated with the trading subsidiaries of the parent charity. Such operational risks include possible lose of market share and becoming unable to pay liabilities as they fall due.

The directors and management of the subsidiaries monitor cash flow effectively and report regularly to ensure they maintain and hopefully strengthen their market position so cash flow is not an issue.

Objectives and activities

The objectives of the charity are:

1) the relief of poverty and hardship and

2) the advancement of education and training for young people within the local community with particular reference to social and cultural aspects of education.

The main activities of the charity are:

1) the ownership of Arrow Mill, Rochdale

2) Ownership of shares in subsidiary companies

3) Provision of counselling services to young people to ensure they are ready for work

4) Provision of training and work placements within the subsidiary trading company to ensure the young people have the skills to become employees of the subsidiary company or transferrable to other jobs.

5) Provision of grants to individuals who meet the charity's criteria to enhance their social and cultural skills.

6) Provision of donations to other charities who have the same objectives as Our Kids.

Objectives and activities *(continued)*

Public benefit
The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education when reviewing the charity's aims and objectives and in planning future activities and setting grant making policies for the year.

Grant making policy
The charity has established its grant making policy to achieve its objects for the public benefit. The charity utilises funds received from the the subsidiaries to pay out grants that are appropriate for the charities objectives. The charity is also engaged in actively helping young people to become employable.

The application of the funds by way of grants is to either institutions or individuals.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out each year as well as how many successful work placements are achieved by individuals who have received grant monies and/or training and education from the charity. The grants paid out in the year are detailed in the notes to these accounts and the trustees consider that they have met their aims successfully this year. Several individuals who were offered training and education during the year have gone on to become employees of the subsidiaries after work placements funded by the charity.

The trustees consider the short term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Strategic report

The following sections for achievements and performance, financial review and plans for future periods form the strategic report of the charity.

Achievements and performance

The charity received £16,620 (2022 £31,910) of donations in the year from third parties.

The parent charity also received gift aid payments from its 2 trading subsidiaries. Any pretax surpluses generated in the individual subsidiary's year of trading are transferred as gift aid payments, within 9 months of the balance sheet date, to the parent charity. For the year ended 31st December 2023, Easygift Trading Ltd made such payments totalling £327,527 (2022 £518,549) and Arrow Mill Management Ltd £44,896 (2022 £49,936). This income is not shown on the face of the consolidated SOFA,per page 16.

Easygift Trading Ltd
The figures for the wholly owned subsidiary, Easygift Trading Limited, have been consolidated within the accounts of the charity. The notes to the accounts disclose the split of balances between the charity and Easygift Trading as well as a summary of the results for the year.

Easygift Trading Ltd is a UK based company, selling furniture, other household products and gifts online. During the year, Easygift Trading Ltd successfully provided 6-12 month work experience, training and employment to young adults, aged between 16 - 24 who were unemployed. These activities enabled many young people to become employable, some within the subsidiary and some by other companies. These activities were made in line with the stated objectives of the charity.

Arrow Mil Management Ltd
The trading results of the 2nd trading subsidiary, Arrow Mill Management Ltd, have also been consolidated within the accounts of the charity. The notes to the accounts disclose the split of balances between the charity and Arrow Mill Management Ltd, as well as a summary of the results for the year.

Arrow Mill Management Ltd is a UK based company that manages Arrow Mill, the property owned by the charity. Easygift Trading Ltd occupy approximately 40% of the mill, the remainder being sublet to third parties.

Our Kids Charity
The charity paid out grants to other charitable institutions and individuals totalling £76,640 (2022 £52,520) in the year. A summary of the grants made during the year and are detailed in the accounts and were made in line of the stated objectives of the charity for educational and communal purposes.

Other costs for the charity during the year totalled £383,474 (2022 £370,779). The summary below shows some of the significant costs:

Rates £114,758 (2022 £113,635)
Heat & light £78,806 (2022 £72,190)
Repairs and maintenance £17,410 (2022 £51,447)
Professional fees £16,390 (2022 £11,150)
Mortgage interest £47,339 (2022 £42,607)
Hire purchase interest £9,680 (2022 £8,874)

The hire purchase interest relates to solar panels which were installed on the roof of Arrow Mill during the previous year, costing £150,000. Future heat and light costs are expected to be significantly lower due to the installation of the panels.

There were no material fundraising costs incurred during the year.

During the year, the trustees considered the fair value of the land and buildings of the charity and believe no revaluation is considered necessary at the balance sheet date.

The consolidated net income for the year has increased considerably from £264,858 in 2022 to £430,455. This is mainly due to the improved results of Easygift Trading Limited.

Financial review

Investment performance
The trustees report that the 2 wholly owned subsidiaries have continued to have healthy sales and profits during the year. Their success has enabled the charity to continue to support young people who have social, emotional and educational difficulties prior to joining the education and training programme. The trustees believe that the 2 subsidiaries will continue to grow in the future ensuring charitable activities can continue for many years to come.

The charity has continued to invest in the trading subsidiary, Easygift Trading Limited. The charity purchased a further £85,000 of shares in the year. The charity's total share value in Easygift Trading Ltd is now £1,185,001.

Reserves policy
The are no restricted funds in the charity. All funds held are unrestricted and have arisen from past operating results from the charity and its subsidiaries.

The trustees are satisfied that the balance of the fund is an acceptable level of reserves given the nature of revenue receipts against grants payable. The trustees intend to retain a level of reserves that reflects the risk of the charity and its subsidiaries.

In considering the financial obligations of the charity, the trustees have resolved to maintain a minimum reserve, being enough to cover all liabilities as they fall due.

The general fund reserves at the balance sheet date are £3,554,972 (2022 £3,122,680). The revaluation reserve balance (relating to the Mill) is £1,110,634 (2022 £1,110,634).

Macro-Economic Factors

Covid
Post Covid, Easygift Trading Ltd, used new shipping suppliers, haulage providers and couriers, which were cheaper and more reliable than those used previously. These cost savings are reflected in the improved financial performance of the subsidiary.

The results have Arrow Mill Management Ltd have also improved post COVID as the mill is now fully let for most of the financial year.

Brexit
Easygift Trading has again overcome the logistical and legislative challenges it encountered in previous years due to Brexit. International trade continues to grow.

Stock Management
Previous supply chain problem have not been an issue in this financial year. A new dedicated account manager at the online platforms and sales promotions have ensured that stock lines offered have been popular with consumers and profitable.

Risk: Inflation
The trading subsidiary, Easygift Trading Ltd, constantly monitors the cost of goods, listing fees, shipping and transport costs. It takes into careful consideration the effects of price increases v profitability and how much of the price increases of cost of goods can be passed on to customers. They use bespoke software which enable the sales team to follow the sales trend of specific product lines allowing the company to maintain this balance.

Plans for future periods

The trustees plan to continue raising funds for projects in line with the Memorandum & Articles of Association and pursue those objectives and projects with all the resources available to the charity.

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the Consolidated Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare Consolidated Financial Statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

In preparing these Consolidated Financial Statements, the trustees are required to:

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

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the Consolidated 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.

Auditor

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

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

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

The trustees' annual report and the strategic report were approved on 13 October 2024 and signed on behalf of the board of trustees by:



Mrs H Corn
Trustee

Our Kids

Company Limited by Guarantee

Independent Auditor's Report to the Members of Our Kids

Year ended 31 December 2023

Opinion

We have audited the financial statements of Our Kids (the 'parent') and its subsidiaries (the 'group') for the year ended 31st December 2023. These statements comprise the Consolidated Statement of Financial Activities (including income and expenditure account), the Consolidated Statement of Financial Position, the Consolidated Statement of Cash Flows, the Statement of Financial Position for the parent and notes to the financial statements named above, including a summary of significant accounting policies.

In our opinion, the financial statements above:

-give a true and fair view of the state of the group's and of the charitable company's affairs as at 31st December 2023 and of the group's incoming resources and application of resources (profit/loss) for the year then ended;

-have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;

-have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the consolidated financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the Consolidated 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 Consolidated Financial Statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the Consolidated Financial Statements is appropriate.

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

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

Other information

The other information comprises the information included in the annual report, other than the Consolidated Financial Statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the Consolidated 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 Consolidated Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Consolidated 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 Consolidated 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.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report, which includes the directors' report and the strategic report, (prepared for the purposes of Company Law), for the year ended 31st December 2023, is consistent with the financial statements, and;

-the trustees report 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 charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the Consolidated 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 trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the Consolidated 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 Consolidated Financial Statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated 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:

I looked at the charity's and subsidiaries policies and procedures relating to fraud and compliance with laws and regulations. I also inquired with the trustees and directors about their own identification and assessment of the risk of irregularities. Based on this understanding, I identified and assessed the risks of material misstatement in the consolidated financial statements and designed and performed audit procedures in response to those risks.

Key laws and regulations which have a direct effect on the determination of material amounts and disclosures in the consolidated financial statements, the most significant being Companies Act 2006 and the Charities SORP (FRS 102). I also gained knowledge of the legal and regulatory frameworks which do not have a direct effect on the consolidated financial statements but non-compliance with may have a fundamental effect on the companies/charity's ability to operate.

I also looked at the comparative figures contained in the consolidated financial statements and the individual subsidiary companies and parent charity to understand how the accounts were prepared by the previous auditors.

Audit response to risks identified

Procedures were designed within the audit programmes of the subsidiaries and charity audit files to identify any risks or non compliance by way of discussions with management, review of after date trading activities or donations made and a review of trustees and directors' meetings where any such instances of fraud and irregularity may have been identified.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity'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 charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.



Gary Harris (Senior Statutory Auditor)

For and on behalf of
G A Harris & Co Limited
Chartered accountants & statutory auditor
Brulimar House
Jubilee Road
Middleton
Manchester
England
M24 2LX

13 October 2024

Our Kids

Company Limited by Guarantee

Consolidated Statement of Financial Activities (Including Income and Expenditure Account)

Year ended 31 December 2023

	Note	2023 Unrestricted funds £	2023 Total funds £	2022 Total funds £
Income and endowments				
Donations and legacies	5	16,620	**16,620**	31,910
Other trading activities	6	16,645,788	**16,645,788**	14,060,718
Total income		16,662,408	**16,662,408**	14,092,628
Expenditure				
Expenditure on raising funds:				
Costs of other trading activities	7	15,807,896	**15,807,896**	13,428,064
Expenditure on charitable activities	8,9	424,057	**424,057**	399,706
Total expenditure		16,231,953	**16,231,953**	13,827,770
Net income and net movement in funds		430,455	**430,455**	264,858
Reconciliation of funds				
Total funds brought forward		4,233,314	**4,233,314**	3,968,456
Total funds carried forward		4,663,769	**4,663,769**	4,233,314

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 19-32 form part of these Consolidated Financial Statements.

Our Kids

Company Limited by Guarantee

Consolidated Statement of Financial Position

31 December 2023

	Note	2023 £	£	2022 £
Fixed assets				
Intangible assets	**15**		**42,288**	–
Tangible fixed assets	**16**		**3,260,809**	3,300,804
Investments	**17**		**2,875**	2,875
			3,305,972	3,303,679
Current assets				
Stocks	**18**	**4,791,659**		4,650,761
Debtors	**19**	**1,576,818**		1,178,852
Cash at bank and in hand		**1,475,539**		663,762
		7,844,016		6,493,375
Creditors: amounts falling due within one year	**20**	**4,019,273**		3,035,409
Net current assets			**3,824,743**	3,457,966
Total assets less current liabilities			**7,130,715**	6,761,645
Creditors: amounts falling due after more than one year	**21**		**2,466,946**	2,528,331
Net assets			**4,663,769**	4,233,314
Funds of the charity				
Unrestricted funds:				
Revaluation reserve		**1,110,634**		1,110,634
Other unrestricted income funds		**3,553,135**		3,122,680
Total unrestricted funds		**4,663,769**		4,233,314
Total charity funds	**24**		**4,663,769**	4,233,314

These Consolidated Financial Statements were approved by the board of trustees and authorised for issue on 13 October 2024, and are signed on behalf of the board by:

Mrs H Corn
Trustee

OUR KIDS CHARITY

Statement of financial position (unconsolidated)
31 December 2023

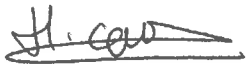
	Note	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	28	2,935,899		2,948,893	
Investments	29	1,187,877		1,102,877	
			4,123,776		4,051,770
Current assets					
Debtors	30	530,178		560,226	
Cash at bank and in hand		70,890		24,203	
		601,068		584,429	
Creditors: amounts falling due within one year	31	(216,319)		(179,124)	
Net current assets			384,749		405,305
Total assets less current liabilities			4,508,525		4,457,075
Creditors: amounts falling due after more than one year	32		(1,129,915)		(1,319,404)
Net assets			3,378,610		3,137,671
Capital and reserves					
Revaluation reserve			1,110,634		1,110,634
Profit and loss account			2,267,976		2,027,037
Shareholders funds			3,378,610		3,137,671

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

The notes on pages 33 to 34 form part of these financial statements.

Statement of financial position (continued)
31 December 2023

These financial statements were approved by the board of directors and authorised for issue on 13 October 2024, and are signed on behalf of the board by:



Mrs H Corn
Director
Company registration number: 05302575

The notes on pages 33 to 34 form part of these financial statements.

Our Kids

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 December 2023

	2023 £	2022 £
Cash flows from operating activities		
Net income	**430,455**	264,858
Adjustments for:		
Depreciation of tangible fixed assets	**82,668**	91,212
Amortisation of intangible assets	**1,837**	–
Interest payable and similar charges	**171,561**	121,157
Accrued expenses	**24,421**	124,208
Changes in:		
Stocks	**(140,898)**	798,161
Trade and other debtors	**(397,966)**	(81,138)
Trade and other creditors	**753,011**	(979,182)
Cash generated from operations	**925,089**	339,276
Interest paid	**(171,561)**	(121,157)
Net cash from operating activities	**753,528**	218,119
Cash flows from investing activities		
Purchase of tangible assets	**(42,673)**	(212,478)
Purchase of intangible assets	**(44,125)**	–
Net cash used in investing activities	**(86,798)**	(212,478)
Cash flows from financing activities		
Proceeds from borrowings	**170,047**	(589,893)
Payments of finance lease liabilities	**(25,000)**	127,083
Net cash from/(used in) financing activities	**145,047**	(462,810)
Net increase/(decrease) in cash and cash equivalents	**811,777**	(457,169)
Cash and cash equivalents at beginning of year	**663,762**	1,120,930
Cash and cash equivalents at end of year	**1,475,539**	663,761

The notes on pages 19-32 form part of these Consolidated Financial Statements.

Our Kids

Company Limited by Guarantee

Notes to the Consolidated Financial Statements

Year ended 31 December 2023

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Brulimar House, Jubilee Road, Middleton, Manchester, M24 2LX.

2. Statement of compliance

These Consolidated Financial Statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Consolidation

These financial statements consolidate the results of the charity, Our Kids and its 2 100% owned subsidiaries, Easygift Trading Ltd and Arrow Mill Management Ltd.

Easygift Trading Ltd is a company registered in England & Wales, registered company number 7061441. The registered office is Arrow Mill, Queensway, Rochdale, Lancashire, England OL11 2YW. The year end of Easygift Trading Lts is 31st December 2023.

Arrow Mill Management Ltd, is also registered in England & Wales, registered number 9773133. The registered office of the company is as above. The year end of Arrow Mill Management Ltd is 31st December 2023.

The charity has not produced an individual SOFA as per exemption s408 Companies Act 2006.

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of investments which are included at market value.

The accounts are prepared in sterling which is the functional currency of the entity.

The accounts present consolidated information about the charity (Our Kids) and its two subsidiary undertakings (Easygift Trading Ltd and Arrow Mill Management Ltd).

Going concern

The trustees have given due consideration for the future of the charity and its ability to meet its objectives. They have concluded that there are no material uncertainties about the charity's ability to continue. They believe the charity has adequate resources to continue in operational existence for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

3. Accounting policies *(continued)*

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management and the trustees to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

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

Significant judgements

The judgements made by management and trustees that have a significant effect on the amounts recognised in the financial statements are described below.

Sources of estimation uncertainty

Land and buildings are stated at the fair value based on the trustees valuation. No recent independent professional valuation has been done. The last professional valuation of Arrow Mill was 2017. The rise in interest rates and inflation has caused significant disruption and uncertainty in the UK property market which has inevitably increased the degree of judgement involved in the property valuation at 31st December 2023. The historical cost of the building was £2.1m and is currently valued in the accounts at £3.2m, the difference being shown in the revaluation reserve.

Closing stock of the trading subsidiary was valued at £4.8m at 31st December 2023. This was after a provision of £260k for slow moving and obsolete stock which represents less than 5% of total stock. The directors and management of the trading subsidiary belief this to be reasonable but the actual provision is uncertain, largely due to seasonal and fashionable sales trends.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the statement of financial activities.

3. Accounting policies *(continued)*

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

3. Accounting policies *(continued)*

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Intangible assets

Intangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated amortisation and impairment losses. Any intangible assets carried at revalued amounts, are recorded at the fair value at the date of revaluation, as determined by reference to an active market, less any subsequent accumulated amortisation and subsequent accumulated impairment losses.

Intangible assets acquired as part of a business combination are only recognised separately from goodwill when they arise from contractual or other legal rights, are separable, the expected future economic benefits are probable and the cost or value can be measured reliably.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Website	-	4% straight line

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold Property improvements	-	In the subsidiaries only
Plant & machinery	-	15% reducing balance
	-	15% straight line
Motor vehicles	-	25% reducing balance
Solar panels	-	5% straight line

No depreciation is charged on Arrow Mill, as the building is stated at the trustees valuation. (See investment property note below.)

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

3. Accounting policies *(continued)*

Impairment of fixed assets *(continued)*

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

3. Accounting policies *(continued)*

Financial instruments *(continued)*

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Limited by guarantee

The charity is a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 2nd Floor, Parkgates, Bury New Road, Prestwich, Manchester M25 0TL. In the event of the charity being wound up, members are required to contribute an amount not exceeding £10.

5. Donations and legacies

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
Donations				
Donations	16,620	**16,620**	31,910	31,910

Donations receivable are wholly attributable to the charity.

6. Other trading activities

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
Arrow Mill Management Ltd	638,541	**638,541**	647,721	647,721
Easygift Trading Ltd	16,007,247	**16,007,247**	13,412,997	13,412,997
	16,645,788	**16,645,788**	14,060,718	14,060,718

7. Costs of other trading activities

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
Easygift Trading Ltd	15,167,766	**15,167,766**	12,802,388	12,802,388
Arrow Mill Management Ltd	640,130	**640,130**	625,676	625,676
	15,807,896	**15,807,896**	13,428,064	13,428,064

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
Charity costs	383,474	**383,474**	370,779	370,779
Support costs	40,583	**40,583**	28,927	28,927
	424,057	**424,057**	399,706	399,706

9. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	**Total funds 2023 £**	Total fund 2022 £
Charity costs	307,014	76,460	–	**383,474**	370,779
Governance costs	–	–	40,583	**40,583**	28,927
	307,014	76,460	40,583	**424,057**	399,706

10. Analysis of grants

	2023 £	2022 £
Grants to institutions		
Asser Bishvil Foundation	**1,080**	5,030
BCGCT Halberstadt	**2,500**	4,000
British Friends of RC	**9,770**	4,000
Ohr Chodosh Tshva	**2,280**	4,000
Tree Life Club	**3,000**	4,000
Beis Tefila	**13,860**	3,760
Beis Chaya Rochel	**–**	3,000
Amud Hatzdokoh Trust	**7,710**	2,390
Diamond Care	**–**	2,288
Ezra Care	**300**	2,200
Sharehomes	**–**	2,000
Yeshivas Lev Smich	**–**	2,000
Kolyom Trust	**1,700**	1,600
Ahavas Chesed Trust	**530**	1,480
Other grants under £1,000 per institution	**11,240**	9,276
Beis Chaya	**2,000**	–
JTTC	**3,800**	–
Yeshiva Gedola	**6,000**	–
Zichron Meir	**5,000**	–
	70,770	51,024
Grants to individuals		
Relief of poverty & educational grants	**5,690**	1,496
Total grants	**76,460**	52,520

11. Net income

Net income is stated after charging/(crediting):

	2023 £	2022 £
Amortisation of intangible assets	**1,837**	–
Depreciation of tangible fixed assets	**82,668**	91,212

12. Auditors remuneration

	2023 £	2022 £
Fees payable for the audit of the consolidated financial statements	**9,000**	9,000
Fees payable to the auditor of the subsidiaries	**11,500**	11,500

13. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2023	2022
	£	£
Wages and salaries	**1,232,620**	1,202,723
Social security costs	**69,021**	66,989
Employer contributions to pension plans	**16,513**	18,066
	1,318,154	1,287,778

The average head count of employees during the year was 46 (2022: 54). The average number of full-time equivalent employees during the year is analysed as follows:

	2023	2022
	No.	No.
Number of distribution staff - Easygift Trading Ltd	**36**	44
Number of administrative staff - Arrow Mill Management Ltd	**10**	10
	46	54

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

14. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received or expenses reimbursed by the trustees.

15. Intangible assets

	Website
	£
Cost	
Additions	**44,125**
At 31 December 2023	**44,125**
Amortisation	
Charge for the year	**1,837**
At 31 December 2023	**1,837**
Carrying amount	
At 31 December 2023	**42,288**
At 31 December 2022	–

16. Tangible fixed assets

	Land and buildings £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Solar Panels £	Total £
Cost						
At 1 Jan 2023	2,855,689	293,186	702,322	31,541	150,000	**4,032,738**
Additions	–	–	42,673	–	–	**42,673**
At 31 Dec 2023	2,855,689	293,186	744,995	31,541	150,000	**4,075,411**
Depreciation						
At 1 Jan 2023	80,324	244,933	372,944	26,233	7,500	**731,934**
Charge for the year	4,769	16,560	52,507	1,332	7,500	**82,668**
At 31 Dec 2023	85,093	261,493	425,451	27,565	15,000	**814,602**
Carrying amount						
At 31 Dec 2023	2,770,596	31,693	319,544	3,976	135,000	**3,260,809**
At 31 Dec 2022	2,775,365	48,253	329,378	5,308	142,500	3,300,804

The freehold property, Arrow Mill, was externally revalued on 9th August 2017. The valuation was carried out by JJL Surveyors, on behalf of Santander Plc (the mortgage provider of the charity). Per the trustees this represents a fair value of the freehold property.

The net book value of fixed assets include £376,495 (2022 £359,409) attributable to the subsidiaries, the remaining value is attributable to the charity.

17. Investments

	Investment properties £
Cost or valuation	
At 1 January 2023 and 31 December 2023	**2,875**
Impairment	
At 1 January 2023 and 31 December 2023	
Carrying amount	
At 31 December 2023	**2,875**
At 31 December 2022	2,875

All investments shown above are held at valuation.

18. Stocks

	2023 £	2022 £
Raw materials and consumables	**4,791,659**	4,650,761

All stocks are attributable to the subsidiaries of the charity.

19. Debtors

	2023	2022
	£	£
Trade debtors	**991,685**	661,689
Prepayments and accrued income	**160,907**	209,023
Other debtors	**424,226**	308,140
	1,576,818	1,178,852

Debtors include £1,269,178 (2022 £870,711) attributable to the subsidiaries of the parent charity. The remaining amount is attributable to the charity.

20. Creditors: amounts falling due within one year

	2023	2022
	£	£
Bank loans and overdrafts	**1,522,101**	1,235,841
Trade creditors	**1,421,857**	867,487
Accruals and deferred income	**271,682**	247,261
Social security and other taxes	**750,729**	573,167
Obligations under finance leases and hire purchase contracts	**25,000**	25,000
Other creditors	**27,904**	86,653
	4,019,273	3,035,409

Creditors falling due within one year include £3,860,454 (2022 £2,865,785) attributable to the subsidiaries of the charity, the balance being due by the charity.

21. Creditors: amounts falling due after more than one year

	2023	2022
	£	£
Bank loans and overdrafts	**603,089**	719,302
Obligations under finance leases and hire purchase contracts	**77,083**	102,083
Other creditors	**1,786,774**	1,706,946
	2,466,946	2,528,331

Creditors falling due after more than one year include £1,279,532 (2022 £1,119,427) attributable to the subsidiaries of the charity. The remaining amount is due by the charity.

Bank loans and overdrafts are secured against the property of the charity as well as a cross guarantee from the subsidiaries.

22. Finance leases and hire purchase contracts

The total future minimum lease payments under finance leases and hire purchase contracts are as follows:

	2023	2022
	£	£
Not later than 1 year	**25,000**	25,000
Later than 1 year and not later than 5 years	**77,083**	102,083
	102,083	127,083

23. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £16,513 (2022: £18,066).

24. Analysis of charitable funds

Unrestricted funds

	At 1 January 2023	Income	Expenditure	At 31 December 2023
	£	£	£	£
General funds	3,122,680	16,662,408	(16,231,953)	**3,553,135**
Revaluation reserve	1,110,634	–	–	**1,110,634**
	4,233,314	16,662,408	(16,231,953)	**4,663,769**

	At 1 January 20 22	Income	Expenditure	At 31 December 2022
	£	£	£	£
General funds	2,857,822	14,092,628	(13,827,770)	3,122,680
Revaluation reserve	1,110,634	–	–	1,110,634
	3,968,456	14,092,628	(13,827,770)	4,233,314

25. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2023 £
Intangible assets	42,288	**42,288**
Tangible fixed assets	3,260,809	**3,260,809**
Investments	2,875	**2,875**
Current assets	7,844,016	**7,844,016**
Creditors less than 1 year	(4,019,273)	**(4,019,273)**
Creditors greater than 1 year	(2,466,946)	**(2,466,946)**
Net assets	4,663,769	**4,663,769**

	Unrestricted Funds £	Total Funds 2022 £
Intangible assets	–	–
Tangible fixed assets	3,300,804	3,300,804
Investments	2,875	2,875
Current assets	6,493,375	6,493,375
Creditors less than 1 year	(3,035,409)	(3,035,409)
Creditors greater than 1 year	(2,528,331)	(2,528,331)
Net assets	4,233,314	4,233,314

26. Analysis of changes in net debt

	At 1 Jan 2023 £	Cash flows £	At 31 Dec 2023 £
Cash at bank and in hand	663,762	811,777	**1,475,539**
Debt due within one year	(1,260,841)	(286,260)	**(1,547,101)**
Debt due after one year	(821,385)	141,213	**(680,172)**
	(1,418,464)	666,730	**(751,734)**

27. Related parties

Mr S Rose, is a director and shareholder of Easygift Trading Limited and another company Easygift Logistics Ltd. During the year, Easygift Trading Ltd paid £722,330 (2022 £491,645) to Easygift Logistics Ltd for the provision of key management personnel and staff. This was paid within a services agreement between the two companies.

Included within creditors greater than one year is an amount of £1,184,923 (2022 £1,019,818) owing from Easygift Trading Ltd to Easygift Logistics Ltd.

Net assets of the subsidiaries

At the balance sheet date, the assets and liabilities of the subsidiaries were as follows:

Easygift Trading Ltd - Assets £7,721,735 (2022 £6,384,192) and liabilities £5,234,861 (2022 £4,175,844).

Arrow Mill Management Ltd – Assets £118,447 (2022 £136,249) and liabilities £127,663 (2022 £141,454).

28. Tangible assets

	Freehold property	Plant and machinery	Fixtures, fittings and equipment	Solar Panels	Total
	£	£	£	£	£
Cost					
At 1 Jan 2023 & 31 Dec 2023	2,762,267	104,587	40,310	150,000	3,057,164
Depreciation					
At 1 January 2023	-	73,178	35,093	-	108,271
Charge for the year	-	4,711	783	7,500	12,994
At 31 December 2023	-	77,889	35,876	7,500	121,265
Carrying amount					
At 31 December 2023	2,762,267	26,698	4,434	142,500	2,935,899
At 31 December 2022	2,762,267	31,409	5,217	150,000	2,948,893

29. Investments

	Shares in group undertakings	Other investments	Total
	£	£	£
Cost			
At 1 January 2023	1,100,002	2,875	1,102,877
Additions	85,000	-	85,000
At 31 December 2023	1,185,002	2,875	1,187,877
Impairment			
At 1 January 2023 and 31 December 2023	-	-	-
Carrying amount			
At 31 December 2023	1,185,002	2,875	1,187,877
At 31 December 2022	1,100,002	2,875	1,102,877

30. Debtors

	2023	2022
	£	£
Amounts owed by group undertakings	222,538	248,538
Prepayments and accrued income	-	3,548
Other debtors	307,640	308,140
	530,178	560,226

31. Creditors: amounts falling due within one year

	2023	2022
	£	£
Bank loans and overdrafts	106,080	98,000
Accruals and deferred income	37,239	20,124
Obligations under finance leases	25,000	25,000
Other creditors	48,000	36,000
	216,319	179,124

32. Creditors: amounts falling due after more than one year

	2023	2022
	£	£
Bank loans and overdrafts	571,435	684,144
Obligations under finance leases	77,083	102,083
Other creditors	481,397	533,177
	1,129,915	1,319,404

33. Related party transactions

Easygift Trading Ltd and Arrow Mill Management are 100% owned subsidiaries of Our Kids.

During the year, Our Kids received rents totalling £250,000 (2022 £235,000) from Arrow Mill Management Ltd for use of Arrow Mill.

The charity also received gift aid payments from Easygift Trading of £327,530 (2022 £518,549) and Arrow Mill Management Ltd of £44,896 (2022 £49,936

At the balance sheet date Our Kids was owed £222,538 (2022 £248,537 by Easygift Trading Ltd.

None of the above transactions/balances are included in the consolidated financial statements.

OUR KIDS

England & Wales - Charity number 1109158

Accounts

COMPANY REGISTRATION NUMBER: 53022575

CHARITY REGISTRATION NUMBER: 1109168

Our Kids

Company Limited by Guarantee

Consolidated Financial Statements

31 December 2022

G A HARRIS & CO LIMITED
Chartered accountants & statutory auditor
Brulimar House
Jubilee Road
Middleton
Manchester
England
M24 2LX

Our Kids

Company Limited by Guarantee

Consolidated Financial Statements

Year ended 31 December 2022

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Our Kids

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 December 2022

The trustees, who are also the directors for the purposes of company law, present their report and the Consolidated Financial Statements of the charity for the year ended 31 December 2022.

Reference and administrative details

Registered charity name	Our Kids
Charity registration number	1109158
Company registration number	53022575
Principal office and registered office	2nd Floor Parkgates Bury New Road Prestwich Manchester M25 0TL
The trustees	
	Mrs H Corn
	Mrs H Steinberg
Auditor	G A Harris & Co Limited Chartered accountants & statutory auditor Brulimar House Jubilee Road Middleton Manchester England M24 2LX
Bankers	National Westminster Bank Plc PO Box 12263 1 Princes Street London EC2R 8PH

Structure, governance and management

Our Kids is constituted by Memorandum & Articles of Association and is a company limited by guarantee. It was incorporated on the 2nd December 2004, company number 5302575. It was registered as a charity on 20th April 2005, charity number 1109158.

The day to day running of the charity is undertaken by Mr P Corn, husband of one of the trustees, Mrs H Corn. All major decisions are made collectively by the trustees and all trustees give their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. Any arrangements for setting the pay of the charity's employees are the sole doing of the trustees.

There are no policies for the induction or training of new trustees.

Risk review

The trustees have assessed the major risk to which the charity is exposed and are satisfied that systems are in place to manage any such exposure.

The risk faced by the charity are principally operational from making ineffective grant making. Such risks are managed by the trustees researching potential beneficiaries before granting donations.

By reporting back to the other trustees and by reviewing such procedures regularly, it is hoped that safeguards in place are strengthen to ensure public benefit os achieved from all grants made.

Other risks are associated with the trading subsidiaries of the parent charity. Such operational risks include possible lose of market share and becoming unable to pay liabilities as they fall due.

The directors and management of the subsidiaries monitor cash flow effectively and report regularly to ensure they maintain and hopefully strengthen their market position so cash flow is not an issue.

Objectives and activities

The objectives of the charity are:

1) the relief of poverty and hardship and

2) the advancement of education and training for young people within the local community with particular reference to social and cultural aspects of education.

The main activities of the charity are:

1) the ownership of Arrow Mill, Rochdale

2) Ownership of shares in subsidiary companies

3) Provision of counselling services to young people to ensure they are ready for work

4) Provision of training and work placements within the subsidiary trading company to ensure the young people have the skills to become employees of the subsidiary company or transferrable to other jobs.

5) Provision of grants to individuals who meet the charity's criteria to enhance their social and cultural skills.

6) Provision of donations to other charities who have the same objectives as Our Kids.

Objectives and activities *(continued)*

Public benefit
The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education when reviewing the charity's aims and objectives and in planning future activities and setting grant making policies for the year.

Grant making policy
The charity has established its grant making policy to achieve its objects for the public benefit. The charity utilises funds received from the the subsidiaries to pay out grants that are appropriate for the charities objectives. The charity is also engaged in actively helping young people to become employable.

The application of the funds by way of grants is to either institutions or individuals.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out each year as well as how many successful work placements are achieved by individuals who have received grant monies and/or training and education from the charity. The grants paid out in the year are detailed in the notes to these accounts and the trustees consider that they have met their aims successfully this year. Several individuals who were offered training and education during the year have gone on to become employees of the subsidiaries after work placements funded by the charity.

The trustees consider the short term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Strategic report

The following sections for achievements and performance, financial review and plans for future periods form the strategic report of the charity.

Achievements and performance

The charity received £31,910 (2021 £166,581) of donations in the year from third parties.

The parent charity also received gift aid payments from its 2 trading subsidiaries. Any pretax surpluses generated in the individual subsidiary's year of trading are transferred as gift aid payments, within 9 months of the balance sheet date, to the parent charity. For the year ended 31st December 2022, Easygift Trading Ltd made such payments totalling £518,549 (2021 £854,935) and Arrow Mill Management Ltd £49,936 (2021 £46,388). This income is not shown on the face of the consolidated SOFA, as per page 13.

Easygift Trading Ltd
The figures for the wholly owned subsidiary, Easygift Trading Limited, have been consolidated within the accounts of the charity. The notes to the accounts disclose the split of balances between the charity and Easygift Trading as well as a summary of the results for the year.

Easygift Trading Ltd is a UK based company, selling furniture, other household products and gifts online. During the year, Easygift Trading Ltd successfully provided 6-12 month work experience, training and employment to young adults, aged between 16 - 24 who were unemployed. These activities enabled many young people to become employable, some within the sublunary and some by other companies. These activities were made in line with the stated objectives of the charity.

Arrow Mill Management Ltd
The trading results of the 2nd trading subsidiary, Arrow Mill Management Ltd, have also been consolidated within the accounts of the charity. The notes to the accounts disclose the split of balances between the charity and Arrow Mill Management Ltd, as well as a summary of the results for the year.

Arrow Mill Management Ltd is a UK based company that manages Arrow Mill, the property owned by the charity. Easygift Trading Ltd occupy approximately 35% of the mill, the remainder being sublet to third parties.

Our Kids Charity
The charity paid out grants to other charitable institutions and individuals totalling £52,520 (2021 £49,324) in the year. A summary of the grants made during the year and are detailed in the accounts and were made in line of the stated objectives of the charity for educational and communal purposes.

Other costs for the charity during the year totalled £370,779 (2021 £799,562). The summary below shows some of the significant costs:

Rates £113,635 (2021 £544,437)
Heat & light £72,190 (2021 £69,050)
Repairs and maintenance £51,447 (2021 £89,805)
Professional fees £11,150 (2021 £488)
Mortgage interest £42,607 (2021 £27,215)
Hire purchase interest £8,873 (2021 £nil)

The hire purchase interest relates to solar panels which were installed on the roof of Arrow Mill during the year, costing £150,000. Future heat and light costs are expected to be significantly lower due to the installation of the panels.

The 2021 charge for rates includes the outcome of a court case between the charity and Rochdale Council re unpaid business rates at Arrow Mill. This was found in favour of the council and the charity

was liable to over £500,000 of backdated charges, all of which was provided in the consolidated financial statements, year ended 31st December 2021. This is being repaid at £8,000 a month by the parent charity.

There were no material fundraising costs incurred during the year.

During the year, the trustees considered the fair value of the land and buildings of the charity and believe no revaluation is considered necessary at the balance sheet date.

The consolidated net income for the year has increased considerably from £1,581 in 2021 to £264,858. This is mainly due to the improved results of Easygift Trading Limited.

Financial review

Investment performance

The trustees report that the 2 wholly owned subsidiaries have continued to have healthy sales and profits during the year. Their success has enabled the charity to continue to support young people who have social, emotional and educational difficulties prior to joining the education and training programme. The trustees believe that the 2 subsidiaries will continue to grow in the future ensuring charitable activities can continue for many years to come.

The charity has continued to invest in the trading subsidiary, Easygift Trading Limited. The charity purchased a further £250,000 of shares in the year. The charity's total share value in Easygift Trading Ltd is now £1.100,001.

Reserves policy

The are no restricted funds in the charity. All funds held are unrestricted and have arisen from past operating results from the charity and its subsidiaries.

The trustees are satisfied that the balance of the fund is an acceptable level of reserves given the nature of revenue receipts against grants payable. The trustees intend to retain a level of reserves that reflects the risk of the charity and its subsidiaries.

In considering the financial obligations of the charity, the trustees have resolved to maintain a minimum reserve, being enough to cover all liabilities as they fall due.

The general fund reserves at the balance sheet date are £3,122,680 (2021 £2,857,822). The revaluation reserve balance (relating to the Mill) is £1,110,634 (2021 £1,110,634).

Macro-Economic Factors

Covid

Post Covid, Easygift Trading Ltd, used new shipping suppliers, haulage providers and couriers, which were cheaper and more reliable than those used previously. These cost savings are reflected in the improved financial performance of the subsidiary.

The results have Arrow Mill Management Ltd have also improved post COVID as the mill is now fully let for most of the financial year.

Brexit

Easygift Trading has again overcome the logistical and legislative challenges it encountered in previous years due to Brexit. International trade continues to grow.

Stock Management

Previous supply chain problem have not been an issue in this financial year. A new dedicated account manager at the online platforms and sales promotions have ensured that stock lines offered have been popular with consumers and profitable.

Risk: Inflation

The trading subsidiary, Easygift Trading Ltd, constantly monitors the cost of goods, listing fees, shipping and transport costs. It takes into careful consideration the effects of price increases v profitability and how much of the price increases of cost of goods can be passed on to customers. They use bespoke software which enable the sales team to follow the sales trend of specific product lines allowing the company to maintain this balance.

Plans for future periods

The trustees plan to continue raising funds for projects in line with the Memorandum & Articles of Association and pursue those objectives and projects with all the resources available to the charity.

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the Consolidated Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare Consolidated Financial Statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

In preparing these Consolidated Financial Statements, the trustees are required to:

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

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the Consolidated 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.

Auditor

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

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

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

The trustees' annual report and the strategic report were approved on 30 November 2023 and signed on behalf of the board of trustees by:



Mrs H Corn
Trustee

Our Kids

Company Limited by Guarantee

Independent Auditor's Report to the Members of Our Kids

Year ended 31 December 2022

Opinion

We have audited the financial statements of Our Kids (the 'parent') and its subsidiaries (the 'group') for the year ended 31st December 2022. These statements comprise the Consolidated Statement of Financial Activities (including income and expenditure account), the Consolidated Statement of Financial Position, the Consolidated Statement of Cash Flows, the Statement of Financial Position for the parent and notes to the financial statements named above, including a summary of significant accounting policies.

In our opinion, the financial statements above:

-give a true and fair view of the state of the group's and of the charitable company's affairs as at 31st December 2022 and of the group's incoming resources and application of resources (profit/loss) for the year then ended;

-have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;

-have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the consolidated financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the Consolidated 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 Consolidated Financial Statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the Consolidated Financial Statements is appropriate.

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

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

Other Information

The other information comprises the information included in the annual report, other than the Consolidated Financial Statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the Consolidated 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 Consolidated Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Consolidated 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 Consolidated 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.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report, which includes the directors' report and the strategic report, (prepared for the purposes of Company Law), for the year ended 31st December 2022, is consistent with the financial statements, and;

-the trustees report 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 charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the Consolidated 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 trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the Consolidated 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 Consolidated Financial Statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated 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:

I looked at the charity's and subsidiaries policies and procedures relating to fraud and compliance with laws and regulations. I also inquired with the trustees and directors about their own identification and assessment of the risk of irregularities. Based on this understanding, I identified and assessed the risks of material misstatement in the consolidated financial statements and designed and performed audit procedures in response to those risks.

Key laws and regulations which have a direct effect on the determination of material amounts and disclosures in the consolidated financial statements, the most significant being Companies Act 2006 and the Charities SORP (FRS 102). I also gained knowledge of the legal and regulatory frameworks which do not have a direct effect on the consolidated financial statements but non-compliance with may have a fundamental effect on the companies/charity's ability to operate.

I also looked at the comparative figures contained in the consolidated financial statements and the individual subsidiary companies and parent charity to understand how the accounts were prepared by the previous auditors.

Audit response to risks identified

We gained access to all available working papers from the previous auditors. I identified differences between the closing reserves per the 2021 accounts and those of the subsidiary trading companies and the parent charity, after allowing for consolidation adjustments. The previous auditors could not explain how and when these differences had occurred so I, the audit team and the trustees of the charity deemed it necessary to restate the 2021 figures. See note 26 in the accounts.

Procedures were designed within the audit programmes of the subsidiaries and charity audit files to identify any risks or non compliance by way of discussions with management, review of after date trading activities or donations made and a review of trustees and directors' meetings where any such instances of fraud and irregularity may have been identified.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity'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 charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.



Gary Harris (Senior Statutory Auditor)

For and on behalf of
G A Harris & Co Limited
Chartered accountants & statutory auditor
Brulimar House
Jubilee Road
Middleton
Manchester
England
M24 2LX

30 November 2023

Our Kids

Company Limited by Guarantee

Consolidated Statement of Financial Activities (Including Income and Expenditure Account)

Year ended 31 December 2022

	Note	2022 Unrestricted funds £	2022 Total funds £	2021 Total funds £
Income and endowments				
Donations and legacies	5	31,910	**31,910**	166,581
Other trading activities	6	14,060,718	**14,060,718**	14,603,394
Total income		14,092,628	**14,092,628**	14,769,975
Expenditure				
Expenditure on raising funds:				
Costs of other trading activities	7	13,428,064	**13,428,064**	13,945,787
Expenditure on charitable activities	8,9	399,706	**399,706**	825,482
Total expenditure		13,827,770	**13,827,770**	14,771,269
Net gains on investments	11	–	–	2,875
Net income and net movement in funds		264,858	**264,858**	1,581
Reconciliation of funds				
Total funds brought forward as previously reported		3,968,456	**3,968,456**	4,011,704
Prior year adjustment		–	–	(44,829)
Total funds brought forward as restated		3,968,456	**3,968,456**	3,966,875
Total funds carried forward		4,233,314	**4,233,314**	3,968,456

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

Our Kids

Company Limited by Guarantee

Consolidated Statement of Financial Position

31 December 2022

	Note	2022 £	£	2021 £
Fixed assets				
Tangible fixed assets	16		3,300,804	3,179,539
Investments	17		2,875	2,875
			3,303,679	3,182,414
Current assets				
Stocks	18	4,650,761		5,448,922
Debtors	19	1,178,852		1,097,714
Cash at bank and in hand		663,762		1,120,930
		6,493,375		7,667,566
Creditors: amounts falling due within one year	20	3,035,409		4,262,422
Net current assets			3,457,966	3,405,144
Total assets less current liabilities			6,761,645	6,587,558
Creditors: amounts falling due after more than one year	21		2,528,331	2,619,102
Net assets			4,233,314	3,968,456
Funds of the charity				
Unrestricted funds:				
Revaluation reserve		1,110,634		1,110,634
Other unrestricted income funds		3,122,680		2,857,822
Total unrestricted funds		4,233,314		3,968,456
Total charity funds	24		4,233,314	3,968,456

These Consolidated Financial Statements were approved by the board of trustees and authorised for issue on 30 November 2023, and are signed on behalf of the board by:

Mrs H Corn
Trustee

OUR KIDS CHARITY

Statement of financial position
31 December 2022

	Note	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	29.	2,948,893		2,805,357	
Investments	30.	1,102,877		852,877	
			4,051,770		3,658,234
Current assets					
Debtors	31.	560,226		457,978	
Cash at bank and in hand		24,203		33,808	
		584,429		491,786	
Creditors: amounts falling due within one year	**32.**	(179,124)		(165,301)	
Net current assets			405,305		326,485
Total assets less current liabilities			4,457,075		3,984,719
Creditors: amounts falling due after more than one year	**33.**		(1,319,404)		(1,307,097)
Net assets			3,137,671		2,677,622
Capital and reserves					
Revaluation reserve			1,110,634		1,110,634
Profit and loss account			2,027,037		1,566,988
Shareholders funds			3,137,671		2,677,622

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

These financial statements were approved by the board of directors and authourised for issue on 30 November 2023, and are signed on behalf of the board by:

Director

Company registration number:

The notes on pages 33 to 35 form part of these financial statements.

Our Kids

Consolidated Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 December 2022

	2022 £	2021 £
Cash flows from operating activities		
Net income	**264,858**	1,581
Adjustments for:		
Depreciation of tangible fixed assets	**91,212**	12,444
Impairment of tangible fixed assets	**–**	29,167
Net gains on investments	**–**	(2,875)
Interest payable and similar charges	**121,157**	41,763
Accrued expenses/(income)	**124,208**	(27,693)
Changes in:		
Stocks	**798,161**	(2,184,804)
Trade and other debtors	**(81,138)**	(75,033)
Trade and other creditors	**(979,182)**	712,397
Cash generated from operations	**339,276**	(1,493,053)
Interest paid	**(121,157)**	(41,763)
Net cash from/(used in) operating activities	**218,119**	(1,534,816)
Cash flows from investing activities		
Purchase of tangible assets	**(212,478)**	(73,906)
Purchases of other investments	**–**	(2,875)
Proceeds from sale of other investments	**–**	2,875
Net cash used in investing activities	**(212,478)**	(73,906)
Cash flows from financing activities		
Proceeds from borrowings	**(589,893)**	739,424
Payments of finance lease liabilities	**127,083**	**–**
Net cash (used in)/from financing activities	**(462,810)**	739,424
Net decrease in cash and cash equivalents	**(457,169)**	(869,298)
Cash and cash equivalents at beginning of year	**1,120,930**	1,990,228
Cash and cash equivalents at end of year	**663,761**	1,120,930

The notes on pages 19 to 32 form part of these Consolidated Financial Statements.

Our Kids

Company Limited by Guarantee

Notes to the Consolidated Financial Statements

Year ended 31 December 2022

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 2nd Floor Parkgates, Bury New Road, Prestwich, Manchester, M25 0TL.

2. Statement of compliance

These Consolidated Financial Statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Consolidation

These financial statements consolidate the results of the charity, Our Kids and its 2 100% owned subsidiaries, Easygift Trading Ltd and Arrow Mill Management Ltd.

Easygift Trading Ltd is a company registered in England & Wales, registered company number 7061441. The registered office is Arrow Mill, Queensway, Rochdale, Lancashire, England OL11 2YW. The year end of Easygift Trading Lts is 31st December 2022.

Arrow Mill Management Ltd, is also registered in England & Wales, registered number 9773133. The registered office of the company is as above. The year end of Arrow Mill Management Ltd is 31st December 2022.

The charity has not produced an individual SOFA as per exemption s408 Companies Act 2006.

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of investments which are included at market value.

The accounts are prepared in sterling which is the functional currency of the entity.

The accounts present consolidated information about the charity (Our Kids) and its two subsidiary undertakings (Easygift Trading Ltd and Arrow Mill Management Ltd).

Going concern

The trustees have given due consideration for the future of the charity and its ability to meet its objectives. They have concluded that there are no material uncertainties about the charity's ability to continue. They believe the charity has adequate resources to continue in operational existence for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

3. Accounting policies *(continued)*

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management and the trustees to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

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

Significant judgements

The judgements made by management and trustees that have a significant effect on the amounts recognised in the financial statements are described below.

Sources of estimation uncertainty

Land and buildings are stated at the fair value based on the trustees valuation. No recent independent professional valuation has been done. The last professional valuation of Arrow Mill was 2017. The rise in interest rates and inflation has caused significant disruption and uncertainty in the UK property market which has inevitably increased the degree of judgement involved in the property valuation at 31st December 2022.

Closing stock of the trading subsidiary was valued at £4.6m at 31st December 2022. This was after a provision of £185k for slow moving and obsolete stock which represents less than 4% of total stock. The directors and management of the trading subsidiary belief this to be reasonable but the actual provision is uncertain, largely due to seasonal and fashionable sales trends.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the statement of financial activities.

3. Accounting policies *(continued)*

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

3. Accounting policies *(continued)*

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold Property improvements	-	In the subsidaries only
Plant & machinery	-	15% reducing balance
	-	15% straight line
Motor vehicles	-	25% reducing balance
Solar panels	-	5% straight line

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

3. Accounting policies *(continued)*

Investments *(continued)*

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Limited by guarantee

The charity is a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 2nd Floor, Parkgates, Bury New Road, Prestwich, Manchester M25 0TL. In the event of the charity being wound up, members are required to contribute an amount not exceeding £10.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations				
Donations	31,910	**31,910**	166,581	166,581

Donations receivable are wholly attributable to the charity.

6. Other trading activities

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Arrow Mill Management Ltd	647,721	**647,721**	876,992	876,992
Easygift Trading Ltd	13,412,997	**13,412,997**	13,726,402	13,726,402
	14,060,718	**14,060,718**	14,603,394	14,603,394

7. Costs of other trading activities

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Eaygift Trading Ltd	12,802,388	**12,802,388**	13,275,989	13,275,989
Arrow Mill Management Ltd	625,676	**625,676**	669,798	669,798
	13,428,064	**13,428,064**	13,945,787	13,945,787

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Charity costs	370,779	**370,779**	799,562	799,562
Support costs	28,927	**28,927**	25,920	25,920
	399,706	**399,706**	825,482	825,482

9. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	Total funds 2022 £	Total fund 2021 £
Charity costs	318,259	52,520	–	**370,779**	799,562
Governance costs	–	–	28,927	**28,927**	25,920
	318,259	52,520	28,927	**399,706**	825,482

10. Analysis of grants

	2022 £	2021 £
Grants to institutions		
Asser Bishvil Foundation	5,030	1,000
BCGCT Halberstadt	4,000	–
British Friends of RC	4,000	–
Ohr Chodosh Tshva	4,000	–
Tree Life Club	4,000	5,875
Beis Tefila	3,760	4,570
Beis Chaya Rochel	3,000	–
Amud Hatzdokoh Trust	2,390	–
Diamond Care	2,288	–
Ezra Care	2,200	–
Sharehomes	2,000	–
Yeshivas Lev Smich	2,000	–
Kolyom Trust	1,600	–
Ahavas Chesed Trust	1,480	–
Other grants under £1,000 per institution	9,276	15,179
FFH Educational Trust	–	5,000
Freida Cope Community Centre Trust	–	2,000
Maalas Hatorah	–	3,000
Toimchei Shabbos	–	2,700
	51,024	39,324
Grants to individuals		
Relief of poverty & educational grants	1,496	10,000
Total grants	52,520	49,324

11. Net gains on investments

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Gains/(losses) on investment property	–	–	2,875	2,875

12. Net income

Net income is stated after charging/(crediting):

	2022 £	2021 £
Depreciation of tangible fixed assets	91,212	88,022
Foreign exchange differences	273,255	(29,662)

13. Auditors remuneration

	2022	2021
	£	£
Fees payable for the audit of the consolidated financial statements	9,000	8,580
Fees payable to the charity's auditor and its associates for other services:		
Audit of the Consolidated Financial Statements of associates	11,500	8,000

14. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2022	2021
	£	£
Wages and salaries	1,202,723	1,288,120
Social security costs	66,989	60,171
Employer contributions to pension plans	18,066	14,792
	1,287,778	1,363,083

The average head count of employees during the year was 54 (2021: 57). The average number of full-time equivalent employees during the year is analysed as follows:

	2022	2021
	No.	No.
Number of distribution staff - Easygift Trading Ltd	44	46
Number of administrative staff - Arrow Mill Management Ltd	10	11
	54	57

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

15. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received or expenses reimbursed by the trustees.

16. Tangible fixed assets

	Land and buildings £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	User defined asset £	**Total £**
Cost						
At 1 Jan 2022	2,855,689	293,185	639,844	31,541	–	**3,820,259**
Additions	–	–	62,478	–	150,000	**212,478**
At 31 Dec 2022	2,855,689	293,185	702,322	31,541	150,000	**4,032,737**
Depreciation						
At 1 Jan 2022	71,602	221,628	323,034	24,457	–	**640,721**
Charge for the year	8,722	23,304	49,910	1,776	7,500	**91,212**
At 31 Dec 2022	80,324	244,932	372,944	26,233	7,500	**731,933**
Carrying amount						
At 31 Dec 2022	2,775,365	48,253	329,378	5,308	142,500	**3,300,804**
At 31 Dec 2021	2,784,087	71,557	316,810	7,084	–	3,179,538

The freehold property, Arrow Mill, was externally revalued on 9th August 2017. The valuation was carried out by JJL Surveyors, on behalf of Santander Plc (the mortgage provider of the charity). Per the trustees this represents a fair value of the freehold property.

The net book value of fixed assets include £359,409 (2021 £374,181) attributable to the subsidiaries, the remaining value is attributable to the charity.

17. Investments

	Investment properties £
Cost or valuation	
At 1 January 2022 and 31 December 2022	**2,875**
Impairment	
At 1 January 2022 and 31 December 2022	
Carrying amount	
At 31 December 2022	**2,875**
At 31 December 2021	2,875

All investments shown above are held at valuation.

18. Stocks

	2022 £	2021 £
Raw materials and consumables	**4,650,761**	5,448,922

All stocks are attributable to the subsidiaries of the charity.

19. Debtors

	2022	2021
	£	£
Trade debtors	**661,689**	621,662
Prepayments and accrued income	**209,023**	174,743
Other debtors	**308,140**	301,309
	1,178,852	1,097,714

Debtors include £870,711 (2021 £801,684) attributable to the subsidiaries of the parent charity. The remaining amount is attributable to the charity.

20. Creditors: amounts falling due within one year

	2022	2021
	£	£
Bank loans and overdrafts	**1,235,841**	1,745,458
Trade creditors	**867,487**	1,837,157
Accruals and deferred income	**247,261**	123,053
Social security and other taxes	**573,167**	465,940
Obligations under finance leases and hire purchase contracts	**25,000**	–
Other creditors	**86,653**	90,814
	3,035,409	4,262,422

Creditors falling due within on year include £2,865,785 (2021 £4,091,121) attributable to the subsidiaries of the charity, the balance being due by the charity.

21. Creditors: amounts falling due after more than one year

	2022	2021
	£	£
Bank loans and overdrafts	**719,302**	799,578
Obligations under finance leases and hire purchase contracts	**102,083**	–
Other creditors	**1,706,946**	1,819,524
	2,528,331	2,619,102

Creditors falling due after more than one year include £1,119,427 (2021 £1,312,006) attributable to the subsidiaries of the charity. The remaining amount is due by the charity.

Bank loans and overdrafts are secured against the property of the charity as well as a cross guarantee from the subsidiaries.

22. Finance leases and hire purchase contracts

The total future minimum lease payments under finance leases and hire purchase contracts are as follows:

	2022	2021
	£	£
Not later than 1 year	**25,000**	–
Later than 1 year and not later than 5 years	**102,083**	–
	127,083	–

23. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £18,066 (2021: £14,792).

24. Analysis of charitable funds

Unrestricted funds

	At 1 Jan 2022	Income	Expenditure	Gains and losses	Prior year adjustments	At 31 Dec 2022
	£	£	£	£	£	£
General funds	2,857,822	14,092,628	(13,827,770)	–	–	**3,122,680**
Revaluation reserve	1,110,634	–	–	–	–	**1,110,634**
	3,968,456	14,092,628	(13,827,770)	–	–	**4,233,314**

	At 1 Jan 2021	Income	Expenditure	Gains and losses	Prior year adjustments	At 31 Dec 2021
	£	£	£	£	£	£
General funds	2,901,070	14,769,975	(14,771,269)	2,875	(44,829)	2,857,822
Revaluation reserve	1,110,634	–	–	–	–	1,110,634
	4,011,704	14,769,975	(14,771,269)	2,875	(44,829)	3,968,456

25. Analysis of net assets between funds

	Unrestricted Funds £	**Total Funds 2022 £**
Tangible fixed assets	3,300,804	**3,300,804**
Investments	2,875	**2,875**
Current assets	6,493,375	**6,493,375**
Creditors less than 1 year	(3,035,409)	**(3,035,409)**
Creditors greater than 1 year	(2,528,331)	**(2,528,331)**
Net assets	4,233,314	**4,233,314**

	Unrestricted Funds £	Total Funds 2021 £
Tangible fixed assets	3,179,539	3,179,539
Investments	2,875	2,875
Current assets	7,667,566	7,667,566
Creditors less than 1 year	(4,262,422)	(4,262,422)
Creditors greater than 1 year	(2,619,102)	(2,619,102)
Net assets	3,968,456	3,968,456

26. Prior year adjustments

During the audit, we identified differences between the opening balances on the consolidated reserves and those of the subsidiary trading companies and the charity.

We asked the previous auditors to explain these differences. After accepting there was a difference, they were unable to provide us with an explanation as to how and when the difference had occurred.

Further examinations of the accounts and supporting documentation of the subsidiaries and charity showed the difference was due to misstatement of fixed assets in the consolidated accounts in a period prior to the year ended 31st December 2021.

The comparative accounts (2021) have now been restated and the adjustment to the unrestricted reserve was a debit of £44,829. Brought forward balances (at 1st January 2022) for fixed assets have also then been restated.

The trustees are aware of the above and accept the restatement is necessary.

27. Analysis of changes in net debt

	At 1 Jan 2022	Cash flows	At 31 Dec 2022
	£	£	£
Cash at bank and in hand	1,120,930	(457,168)	**663,762**
Debt due within one year	(1,745,458)	484,617	**(1,260,841)**
Debt due after one year	(799,578)	(21,807)	**(821,385)**
	(1,424,106)	5,642	**(1,418,464)**

28. Related parties

Mr S Rose, is a director and shareholder of Easygift Trading Limited and another company Easygift Logistics Ltd. During the year, Easygift Trading Ltd paid £491,645 (2021 £686,773 to Easygift Logistics Ltd for the provision of key management personnel and staff. This was paid within a services agreement between the two companies.

Included within creditors greater than one year is an amount of £1,019,818 (2021 £1,117,396) owing from Easygift Trading Ltd to Easygift Logistics Ltd.

29. Tangible assets

	Freehold property	Plant and machinery	Fixtures, fittings and equipment	Solar Panels	Total
	£	£	£	£	£
Cost					
At 1 January 2022	2,762,267	104,587	40,310	-	2,907,164
Additions	-	-	-	150,000	150,000
At 31 December 2022	2,762,267	104,587	40,310	150,000	3,057,164
Depreciation					
At 1 January 2022	-	67,635	34,172	-	101,807
Charge for the year	-	5,543	921	-	6,464
At 31 December 2022	-	73,178	35,093	-	108,271
Carrying amount					
At 31 December 2022	2,762,267	31,409	5,217	150,000	2,948,893
At 31 December 2021	2,762,267	36,952	6,138	-	2,805,357

30. Investments

	Shares in group undertakings	Other investments other than loans	Total
	£	£	£
Cost			
At 1 January 2022	850,002	2,875	852,877
Additions	250,000	-	250,000
At 31 December 2022	1,100,002	2,875	1,102,877
Impairment			
At 1 January 2022 and 31 December 2022	-	-	-
Carrying amount			
At 31 December 2022	1,100,002	2,875	1,102,877
At 31 December 2021	850,002	2,875	852,877

31. Debtors

	2022	2021
	£	£
Amounts owed by group undertakings	248,538	115,538
Prepayments and accrued income	3,548	-
Other debtors	308,140	342,440
	560,226	457,978

32. Creditors: amounts falling due within one year

	2022	2021
	£	£
Bank loans and overdrafts	98,000	106,081
Accruals and deferred income	20,124	23,220
Obligations under finance leases	25,000	-
Other creditors	36,000	36,000
	179,124	165,301

33. Creditors: amounts falling due after more than one year

	2022	2021
	£	£
Bank loans and overdrafts	684,144	764,596
Obligations under finance leases	102,083	-
Other creditors	533,177	542,501
	1,319,404	1,307,097

34. Obligations under finance leases

Company lessee

The total future minimum lease payments under finance lease agreements are as follows:

	2022	2021
	£	£
Not later than 1 year	25,000	-
Later than 1 year and not later than 5 years	102,083	-
	127,083	-
Present value of minimum lease payments	127,083	-

7(a). Related party transactions

Our Kids Charity owns 100% of the issued share capital of its two trading subsidiaries, Easygift Trading Ltd £1,100,101 (2021 £850,001) and Arrow Mill Management Ltd £1 (2021 £1). Investment in these shares is included in fixed asset investments.

During the year, the charity received rents totaling £235,000 from Arrow Mill Management Ltd for use of Arrow Mill.

The charity also received gift aid payments from Easygift Trading of £518,549 and Arrow Mill Management Ltd of £49,936.

At the balance sheet date Our Kids Charity was owed £248,537 by Easygift Trading Ltd and £3,648 from Arrow Mill Management Ltd.

None of the above transactions/balances are included in the consolidated financial statements.

OUR KIDS

England & Wales - Charity number 1109158

Accounts

COMPANY REGISTRATION NUMBER: 5302575
CHARITY REGISTRATION NUMBER: 1109158

Our Kids

Company Limited by Guarantee

Consolidated Financial Statements

31 December 2021

HAFFNER HOFF LTD
Accountants & statutory auditor
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Our Kids

Company Limited by Guarantee

Consolidated Financial Statements

Year ended 31 December 2021

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Our Kids

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 December 2021

The trustees, who are also the directors for the purposes of company law, present their report and the Consolidated Financial Statements of the charity for the year ended 31 December 2021.

Reference and administrative details

Registered charity name	Our Kids
Charity registration number	1109158
Company registration number	5302575
Principal office and registered office	2nd Floor - Parkgates Bury New Road Prestwich Manchester M25 0TL
The trustees	
	Mrs M Steinberg Mrs H Corn S A Marks
Auditor	Haffner Hoff Ltd Accountants & statutory auditor 2nd Floor - Parkgates Bury New Road Prestwich Manchester M25 0TL
Bankers	Nat West Bank Plc 64 Bury Old Road Manchester M8 5NW Santander UK Plc POD 38 The Green House Media City UK Manchester M50 2EQ

Structure, governance and management

Our Kids is constituted by Memorandum and Articles of Association and is a company limited by guarantee. It was incorporated on 02 December 2004 as a company and the company number is 5302575. It was registered as a charity on 20 April 2005 with a charity number 1109158.

The day to day affairs are undertaken by Mr P Corn on behalf of the trustees. All major decisions are taken collectively by the trustees and all the trustees give of their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. The arrangements for setting the pay of the charity's employees are the sole domain of the trustees.

There are no policies for the induction or training of new trustees.

Risk review

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Trust, and are satisfied that systems are in place to manage our exposure to the major risks.

The risks faced by the trust are principally operational risks from ineffective grant making. These risks are managed by the trustees researching potential beneficiaries before granting donations.

Report back and review procedures strengthen these safeguards to ensure public benefit is achieved from all grants.

Other risks are associated with the trading subsidiaries and are operational in terms of losing market share and being unable to pay liabilities as they fall due.

The subsidiaries monitor cash flow and reputation regularly to ensure they maintain their market position so that cash flow is not an issue.

Objectives and activities

The objects of the charity are: (i) the relief of poverty and hardship and (ii) the advancement of education for young people, with particular reference to the social and cultural aspects of education.

Public benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education when reviewing the charity's aims and objectives and in planning future activities and setting grant making policy for the year.

Grant making policy

The charity has established its grant making policy to achieve its objects for the public benefit. The charity utilises funds received from the subsidiaries to pay out grants that are appropriate for the charities objects. The charity is also engaged in actively helping young people to become employable - see below.

The application of the funds by way of grants is to either institutions or individuals and is mostly to institutions.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out for each object as well as how many successful placements are achieved each year. The grants paid out in the year are detailed in the notes to the accounts and the trustees consider they have met their aims successfully this year. Additionally, the trading subsidiary furthers the objects of the charity by employing staff as mentioned above.

The trustees consider the shorter term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Achievements and performance

The charity received £166,581 in donations during the year.

The figures for the wholly owned trading subsidiary, Easygift Trading Limited, have been consolidated within the accounts of the charity. The notes to the accounts disclose the split of balances between the charity and the subsidiary as well as a summary of the results for the year.

Easygift Trading Limited is a UK based company that successfully provides 6 - 12 month placements offering work experience, training and employment to young adults between the ages of 16 and 24 who are unemployed. These activities are to enable the employees to become employable in other forms of employment. The success of these placements has ensured that scores of young people have gone on to be employed by other companies, something that would not have been possible prior to the placement.

These activities were made in line with the stated objects of the charity. Easygift Trading Limited pays any surpluses generated up to the parent charity.

The figures for the wholly owned trading subsidiary, Arrow Mill Management Limited, have been consolidated within the accounts of the charity. The notes to the accounts disclose the split of balances between the charity and the subsidiary as well as a summary of the results for the year.

Arrow Mill Management Limited is a UK based company that manages the premises occupied by Easygift Trading Limited as well as the subletting of the rest of the premises to third parties. Arrow Mill Management Limited pays any surpluses generated up to the parent charity.

Costs of other trading activities amounting to £14,688,422 represents the expenses of both subsidiaries as consolidated within the accounts of the parent charity.

The charity paid out other grants and support costs totalling £82,848. All grants over £2,000 made during the year to institutions are as detailed in the accounts and were made in line with the stated objects of the charity and were for educational and communal purposes.

The charity has governance costs that comprise professional fees.

There were no material fundraising costs incurred during the year.

During the year the trustees considered the fair value of the land and buildings of the charity, the trustees confirm there has been no change in the fair value of from last year.

There was an overall net income and movement of funds for the year amounting to £1,580.

Financial review

Investment performance
The trustees report that the wholly owned trading subsidiaries reported maintained healthy sales during the year. The trustees consider this outstanding as the venture was only set up to train young people with social, emotional, behavioural and educational difficulties

The actual figures can be found in the notes to the accounts.

The trustees feel that the year was acceptable in terms of income generated from the trading subsidiary. The trustees are delighted to have also made many valuable contributions to the community from the charity itself and hope to be able to do so for many years to come.

Reserves policy
The Unrestricted Fund represents the unrestricted fund arising from past operating results.

The Trustees are satisfied that the balance of the fund is an acceptable level of reserves given the nature of revenue receipts against grants payable. The trustees intend to retain a level of reserves that reflects the risk of the charity and the subsidiary.

In considering the financial obligations of the charity, the trustees have resolved to maintain a minimum reserve, being enough to cover the loans due to the charity less any current liabilities and excluding any investments or other fixed assets.

The free reserves stand at £3,939,287 all of which are unrestricted.

Macro-Economic Factors

Covid
The after effects of Covid are still being felt with challenging supply chain disruptions. Mitigation, we have changed shipping suppliers going into 2022 to one of the largest industry suppliers globally.

Brexit
At the end of 2019 the subsidiary turned off all export channels due to the uncertainty around shipping parcels abroad. They remained shut throughout 2020 and 2021. Subsequently due to changes in legislation and overcoming logistical challenges the company has successfully reopened its international trade and is seeing good results.

Stock Management
During 2021 the company were either under or overstocked within specific lines due to the supply chain disruptions Mitigation, we have carefully managed our buying patterns, as well as running a number of promotions in conjunction with adding new sales platforms to increase our customer base.

Risk: Inflation
Mitigation, the company constantly monitors the costs of goods and takes into careful consideration the effects of sales price increases vs profitability. We have bespoke software which enables the sales team to follow the sales trends of specific products allowing the company to maintain this balance.

Plans for future periods

The trustees plan to continue raising funds for projects in line with the Memorandum & Articles of Association and pursue those objectives and projects with all the resources available to the charity.

Auditor

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

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

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

The trustees' annual report and the strategic report were approved on 30 September 2022 and signed on behalf of the board of trustees by:

Mrs M Steinberg
Trustee

Our Kids

Company Limited by Guarantee

Trustees' Responsibilities Statement

Year ended 31 December 2021

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the Consolidated Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare Consolidated Financial Statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

In preparing these Consolidated Financial Statements, the trustees are required to:

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

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the Consolidated 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.

Our Kids

Company Limited by Guarantee

Independent Auditor's Report to the Members of Our Kids

Year ended 31 December 2021

Opinion

We have audited the Consolidated Financial Statements of Our Kids (the 'charity') for the year ended 31 December 2021 which comprise the consolidated statement of financial activities (including income and expenditure account), consolidated balance sheet, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the Consolidated Financial Statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2021 and of its 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;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the consolidated financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the Consolidated 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 Consolidated Financial Statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the Consolidated Financial Statements is appropriate.

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

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

Other information

The other information comprises the information included in the annual report, other than the Consolidated Financial Statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the Consolidated 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 Consolidated Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Consolidated 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 Consolidated 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.

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 trustees' report for the financial year for which the Consolidated Financial Statements are prepared is consistent with the Consolidated Financial Statements; and
- the trustees' report 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 charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the Consolidated 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 trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the Consolidated 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 Consolidated Financial Statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated 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:

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

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

the nature of the industry and sector, control environment and business performance;

results of our enquiries of management about their own identification and assessment of the risks of irregularities;

any matters we identified having obtained and reviewed the company's documentation of their policies and procedures relating to (a) identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of noncompliance; (b) detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; (c) the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations; (d) the matters identified as to how and where fraud might occur in the financial statements and any potential indicators of fraud.

In common with all audits under ISAS (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act, UK Corporate Governance Code, UK tax legislation and UK Charity Act.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty.

As a result of performing the above, we identified no key audit matters relating to the potential risk of fraud.

Our procedures to respond to risks identified included the following:

reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;

enquiring of management concerning actual and potential litigation and claims;

performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;

obtaining an understanding of provisions and holding discussions with management to understand the basis of recognition or non-recognition of tax provisions; and

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

We remained alert to any indications of fraud or noncompliance with laws and regulations throughout the audit.

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 Auditors.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity'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 charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Howard Schwalbe ACA (Senior Statutory Auditor)

For and on behalf of
Haffner Hoff Ltd
Accountants & statutory auditor

2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

30 September 2022

Our Kids

Company Limited by Guarantee

Consolidated Statement of Financial Activities (Including Income and Expenditure Account)

Year ended 31 December 2021

	Note	2021 Unrestricted funds £	2021 Total funds £	2020 Total funds £
Income and endowments				
Donations and legacies	5	166,581	**166,581**	67,896
Other trading activities	6	14,603,394	**14,603,394**	15,013,634
Investment income	7	–	**–**	9
Total income		14,769,975	**14,769,975**	15,081,539
Expenditure				
Expenditure on raising funds:				
Costs of other trading activities	8	14,688,422	**14,688,422**	14,188,247
Expenditure on charitable activities	9,10	82,848	**82,848**	75,125
Total expenditure		14,771,270	**14,771,270**	14,263,372
Net gains on investments	13	2,875	**2,875**	–
Net income and net movement in funds		1,580	**1,580**	818,167
Reconciliation of funds				
Total funds brought forward		3,937,707	**3,937,707**	3,119,540
Total funds carried forward		3,939,287	**3,939,287**	3,937,707

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 17 to 30 form part of these Consolidated Financial Statements.

Our Kids

Company Limited by Guarantee

Balance Sheet

31 December 2021

	Note	2021 £	£	2020 £
Fixed assets				
Tangible fixed assets	**18**		**2,805,358**	2,811,982
Investments			**852,875**	400,000
Current assets				
Stocks	**21**	**-**		-
Debtors	**22**	**457,978**		6,070
Cash at bank and in hand		**33,809**		465,460
		491,787		471,530
Creditors: amounts falling due within one year	**23**	**165,301**		154,793
Net current assets/(liabilities)			**326,486**	316,737
Total assets less current liabilities			**3,984,719**	3,528,719
Creditors: amounts falling due after more than one year	**24**		**1,307,097**	1,304,964
Net assets			**2,677,622**	2,223,755
Funds of the charity				
Unrestricted funds:				
Revaluation reserve		**1,110,634**		1,110,634
Other unrestricted income funds		**1,566,988**		1,113,121
Total unrestricted funds		**2,677,622**		2,223,755
Total charity funds	**26**		**2,677,622**	2,223,755

These Financial Statements were approved by the board of trustees and authorised for issue on 29 September 2022, and are signed on behalf of the board by:

Mrs M Steinberg
Trustee

The notes on pages 17 to 30 form part of these Consolidated Financial Statements.

Our Kids

Company Limited by Guarantee

Consolidated Balance Sheet

31 December 2021

	Note	2021 £	£	2020 £
Fixed assets				
Tangible fixed assets	18		3,103,960	3,118,076
Investments			2,875	–
			3,106,835	3,118,076
Current assets				
Stocks	21	5,448,922		3,264,118
Debtors	22	1,144,124		1,022,681
Cash at bank and in hand		1,120,930		1,990,229
		7,713,976		6,277,028
Creditors: amounts falling due within one year	23	4,262,422		3,623,417
Net current assets			3,451,554	2,653,611
Total assets less current liabilities			6,558,389	5,771,687
Creditors: amounts falling due after more than one year	24		2,619,102	1,833,980
Net assets			3,939,287	3,937,707
Funds of the charity				
Unrestricted funds:				
Revaluation reserve		1,110,634		1,110,634
Other unrestricted income funds		2,828,653		2,827,073
Total unrestricted funds		3,939,287		3,937,707
Total charity funds	26		3,939,287	3,937,707

These Consolidated Financial Statements were approved by the board of trustees and authorised for issue on 30 September 2022, and are signed on behalf of the board by:

Mrs M Steinberg
Trustee

The notes on pages 17 to 30 form part of these Consolidated Financial Statements.

Our Kids

Company Limited by Guarantee

Consolidated Statement of Cash Flows

Year ended 31 December 2021

	2021 £	2020 £
Cash flows from operating activities		
Net income	**1,580**	818,167
Adjustments for:		
Depreciation of tangible fixed assets	**88,023**	101,114
Net gains on investments	**(2,875)**	–
Other interest receivable and similar income	**–**	(9)
Accrued (income)/expenses	**(27,693)**	62,973
Changes in:		
Stocks	**(2,184,804)**	(976,215)
Trade and other debtors	**(121,443)**	(444,974)
Trade and other creditors	**712,396**	1,573,879
Cash generated from operations	**(1,534,816)**	1,134,935
Interest received	**–**	9
Net cash (used in)/from operating activities	**(1,534,816)**	1,134,944
Cash flows from investing activities		
Purchase of tangible assets	**(73,907)**	(122,467)
Purchases of other investments	**(2,875)**	–
Proceeds from sale of other investments	**2,875**	–
Net cash used in investing activities	**(73,907)**	(122,467)
Cash flows from financing activities		
Proceeds from borrowings	**739,424**	425,832
Payments of finance lease liabilities	**–**	(27,498)
Net cash from financing activities	**739,424**	398,334
Net (decrease)/increase in cash and cash equivalents	**(869,299)**	1,410,811
Cash and cash equivalents at beginning of year	**1,990,229**	579,418
Cash and cash equivalents at end of year	**1,120,930**	1,990,229

The notes on pages 17 to 30 form part of these Consolidated Financial Statements.

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 2nd Floor - Parkgates, Bury New Road, Prestwich, Manchester, M25 0TL.

2. Statement of compliance

These Consolidated Financial Statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Consolidation

These financial statements consolidate the results of the charity and its 100% subsidiary Easygift Trading Limited, a UK company with a registered company number being 7061441. The registered office is Arrow Mill, Queensway, Rochdale, Lancashire, England, OL11 2YW. This is in accordance with SORP FRS 102 paragraph 9.13. The year end of Easygift Trading Limited is 31 December 2021.

These financial statements also consolidate the results of the charity and its other 100% subsidiary Arrow Mill Management Limited, a UK company with a registered company number being 9773133. The registered office is Arrow Mill, Queensway, Rochdale, Lancashire, England, OL11 2YW. This is in accordance with SORP FRS 102 paragraph 9.13. The year end of Arrow Mill Management Limited is 31 December 2021.

The charity has not produced an individual SOFA and has availed itself of the exemption conferred by s408 Companies Act 2006. The trustees consider the extra notes attached to the SOFA notes to be sufficient disclosure of the individual charity's SOFA.

Basis of preparation

The Consolidated Financial Statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The Consolidated Financial Statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue and the trustees refer to the information contained in the trustees report under financial review.

3. Accounting policies *(continued)*

Consolidation

The charity is not required to prepare consolidated accounts in accordance with the Charities Act 2011, and has taken advantage of the option not to prepare consolidated financial statements contained in Section 398 of the Companies Act 2006 on the basis that the charity and its subsidiary undertakings comprise a small group.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements did not require management to make judgements, estimates or assumptions that affect the amounts reported besides the value of the land and buildings.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the statement of financial activities.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold Property	-	Property improvements are depreciated at 5% in the subsidiaries.
Plant & machinery	-	15% reducing balance
Fixtures & fittings	-	15% straight line
Motor Vehicles	-	25% reducing balance

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

3. Accounting policies *(continued)*

Impairment of fixed assets *(continued)*

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

3. Accounting policies *(continued)*

Financial instruments *(continued)*

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Limited by guarantee

Our Kids is a registered charity and a company limited by guarantee and does not have a share capital. In the event of the charity being wound up, members are required to contribute an amount not exceeding £10.

5. Donations and legacies

	Unrestricted Funds £	**Total Funds 2021 £**	Unrestricted Funds £	Total Funds 2020 £
Donations				
Donations	166,581	**166,581**	56,896	56,896
Grants				
Job retention scheme grants	–	–	11,000	11,000
	166,581	**166,581**	67,896	67,896

Donations receivable are wholly attributable to the charity.

6. Other trading activities

	Unrestricted Funds £	**Total Funds 2021 £**	Unrestricted Funds £	Total Funds 2020 £
Arrow Mill Management Ltd	876,992	**876,992**	756,497	756,497
Easygift Trading Ltd	13,726,402	**13,726,402**	14,257,137	14,257,137
	14,603,394	**14,603,394**	15,013,634	15,013,634

Other trading activities is wholly attributable to the subsidiaries of the charity.

7. Investment income

	Unrestricted Funds £	**Total Funds 2021 £**	Unrestricted Funds £	Total Funds 2020 £
Bank interest receivable	–	**–**	9	9

Investment income related only to the subsidiaries.

8. Costs of other trading activities

	Unrestricted Funds £	**Total Funds 2021 £**	Unrestricted Funds £	Total Funds 2020 £
Easygift Trading Ltd	13,847,643	**13,847,643**	13,448,677	13,448,677
Arrow Mill Management Ltd	840,779	**840,779**	739,570	739,570
	14,688,422	**14,688,422**	14,188,247	14,188,247

Other trading activities is wholly attributable to the subsidiaries of the charity.

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	**Total Funds 2021 £**	Unrestricted Funds £	Total Funds 2020 £
Charitable grants	56,928	**56,928**	53,365	53,365
Support costs	25,920	**25,920**	21,760	21,760
	82,848	**82,848**	75,125	75,125

Donations receivable are wholly attributable to the charity.

10. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	**Total funds 2021 £**	Total fund 2020 £
Charitable grants	7,604	49,324	–	**56,928**	54,626
Governance costs	–	–	25,920	**25,920**	20,499
	7,604	49,324	25,920	**82,848**	75,125

Charitable activities are wholly attributable to the charity.

11. Analysis of support costs

	Analysis of support costs £	**Total 2021 £**	Total 2020 £
General office	–	–	1,261
Governance costs	25,920	**25,920**	20,500
	25,920	**25,920**	21,761

12. Analysis of grants

	2021 £	2020 £
Grants to institutions		
Asser Bishvil Foundation	**1,000**	5,500
Grants under £2,000	**14,579**	10,892
Jewish High	**500**	2,000
Toimchei Shabbos	**2,700**	–
Beis Tefilla	**4,570**	–
Kolyom Trust Limited	–	12,200
FFH Educational Trust	**5,000**	–
Freida Cope Community Centre Trust	**2,000**	–
TLC Club	**5,875**	–
Broom	–	4,000
Maalas Hatorah	**3,000**	3,000
Chernobyl	**100**	2,000
	39,324	39,592
Grants to individuals		
Relief of Poverty	**10,000**	5,000
Total grants	**49,324**	44,592

13. Net gains on investments

	Unrestricted Funds	**Total Funds 2021**	Unrestricted Funds	Total Funds 2020
	£	**£**	£	£
Gains/(losses) on investment property	2,875	**2,875**	–	–

14. Net income

Net income is stated after charging/(crediting):

	2021	2020
	£	£
Depreciation of tangible fixed assets	**88,023**	101,114
Foreign exchange differences	**(29,662)**	(26,861)

15. Auditors remuneration

	2021	2020
	£	£
Fees payable for the audit of the consolidated financial statements	**8,580**	8,000
Fees payable to the charity's auditor and its associates for other services:		
Other non-audit services	**2,640**	2,000

16. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2021	2020
	£	£
Wages and salaries	**1,288,120**	1,351,750
Social security costs	**60,171**	58,231
Employer contributions to pension plans	**14,792**	13,333
	1,363,083	1,423,314

The average head count of employees during the year was 57 (2020: 59). The average number of full-time equivalent employees during the year is analysed as follows:

	2021	2020
	No.	No.
Number of distribution staff - Easygift Trading Ltd	**46**	48
Number of administrative staff - Arrow Mill Management Ltd	**11**	11
	57	59

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

17. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received or expenses reimbursed by the trustees.

18. Tangible fixed assets

	Land and buildings £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	**Total £**
Cost					
At 1 January 2021	2,873,099	239,541	503,743	35,998	**3,652,381**
Additions	48,662	19,587	5,658	–	**73,907**
At 31 December 2021	2,921,761	259,128	509,401	35,998	**3,726,288**
Depreciation					
At 1 January 2021	65,500	171,924	270,475	26,406	**534,305**
Charge for the year	17,040	67,392	1,083	2,508	**88,023**
At 31 December 2021	82,540	239,316	271,558	28,914	**622,328**
Carrying amount					
At 31 December 2021	2,839,221	19,812	237,843	7,084	**3,103,960**
At 31 December 2020	2,807,599	67,617	233,268	9,592	3,118,076

The freehold property was externally revalued on 9th August 2017. The valuation was carried out by JLL on behalf of Santander Plc and represents the fair value of the freehold property.

Fixed assets include £374,181 attributable to the subsidiaries of the charity. The remaining amount is attributable to the charity.

Fixed asset investments extra disclosure in line with SI 2008/629-19 (1)a, Sch 2 (1) 1 (j) for the two subsidiaries for the period ended 31 December 2021 is as detailed below:-

	Easygift Trading Ltd	**Arrow Mill Management Ltd**
Turnover	£13,726,402	£858,659
Expenditure	£14,072,390	£847,305
Profit/(loss)	£(345,988)	£11,354

19. Investments

	Investment properties £
Cost or valuation	
At 1 January 2021	–
Additions	**2,875**
At 31 December 2021	**2,875**
Impairment	
At 1 January 2021 and 31 December 2021	
Carrying amount	
At 31 December 2021	**2,875**
At 31 December 2020	–

All investments shown above are held at valuation.

Investment properties

The freehold property was externally revalued on 9th August 2017. The valuation was carried out by JLL on behalf of Santander Plc and represents the fair value of the freehold property.

All investments are attributable to the charity.

20. Cash at bank and in hand

Cash at bank and in hand includes £1,087,122 attributable to the subsidiaries of the charity. The remaining amount is attributable to the charity.

21. Stocks

	2021 £	2020 £
Raw materials and consumables	**5,448,922**	3,264,118

All stocks are attributable to the subsidiaries of the charity.

22. Debtors

	2021 £	2020 £
Trade debtors	**621,662**	914,395
Prepayments and accrued income	**177,905**	102,218
Other debtors	**344,557**	6,068
	1,144,124	1,022,681

Debtors include £801,684 attributable to the subsidiaries of the charity. The remaining amount is attributable to the charity.

23. Creditors: amounts falling due within one year

	2021	2020
	£	£
Bank loans and overdrafts	**1,745,458**	900,648
Trade creditors	**1,837,157**	1,858,208
Accruals and deferred income	**123,053**	150,746
Social security and other taxes	**465,940**	531,563
Other creditors	**90,814**	182,252
	4,262,422	3,623,417

Creditors falling due within one year include £4,097,121 attributable to the subsidiaries of the charity. The remaining amount is attributable to the charity.

Bank loans and overdrafts are secured against the property of the charity and subsidiary as well as a cross guarantee from the subsidiaries.

24. Creditors: amounts falling due after more than one year

	2021	2020
	£	£
Bank loans and overdrafts	**799,578**	904,964
Other creditors	**1,819,524**	929,016
	2,619,102	1,833,980

Creditors falling due after more than one year include £1,312,006 attributable to the subsidiaries of the charity. The remaining amount is attributable to the charity.

Bank loans and overdrafts are secured against the property of the charity as well as a cross guarantee from the subsidiaries.

25. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £14,792 (2020: £13,333).

26. Analysis of charitable funds

Unrestricted funds

	At 01 Jan 2021 £	Income £	Expenditure £	Gains and losses £	**At 31 Dec 2021 £**
General funds	2,827,073	14,769,975	(14,771,270)	2,875	**2,828,653**
Revaluation reserve	1,110,634	–	–	–	**1,110,634**
	3,937,707	14,769,975	(14,771,270)	2,875	**3,939,287**

	At 01 Jan 2020 £	Income £	Expenditure £	Gains and losses £	At 31 Dec 2020 £
General funds	2,008,906	15,081,539	(14,263,372)	–	2,827,073
Revaluation reserve	1,110,634	–	–	–	1,110,634
	3,119,540	15,081,539	(14,263,372)	–	3,937,707

27. Analysis of net assets between funds

	Unrestricted Funds £	**Total Funds 2021 £**
Tangible fixed assets	3,106,835	**3,106,835**
Current assets	7,713,976	**7,713,976**
Creditors less than 1 year	(4,277,422)	**(4,277,422)**
Creditors greater than 1 year	(2,604,102)	**(2,604,102)**
Net assets	3,939,287	**3,939,287**

	Unrestricted Funds £	Total Funds 2020 £
Tangible fixed assets	3,118,076	3,118,076
Current assets	6,277,028	6,277,028
Creditors less than 1 year	(3,623,417)	(3,623,417)
Creditors greater than 1 year	(1,833,980)	(1,833,980)
Net assets	3,937,707	3,937,707

28. Analysis of changes in net debt

	At 1 Jan 2021	Cash flows	**At 31 Dec 2021**
	£	£	**£**
Cash at bank and in hand	1,990,229	(869,299)	**1,120,930**
Debt due within one year	(900,648)	(844,810)	**(1,745,458)**
Debt due after one year	(904,964)	105,386	**(799,578)**
	184,617	(1,608,723)	**(1,424,106)**

29. Related parties

Mr S Rose, director of Easygift Trading Ltd, is also director and shareholder of Simon Rose Ltd. Included within creditors is £15,000 owing to Simon Rose Ltd for services rendered.

Mr S Rose is also a director and shareholder of Easygift Logistics Ltd (EGL). During the year Easygift Trading Ltd (EGT) paid commissions of £488,771 to EGL. Also included in long term creditors was amounts owing from EGT to EGL of £1,117,396.

30. Taxation

Our Kids is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

OUR KIDS

England & Wales - Charity number 1109158

Accounts

COMPANY REGISTRATION NUMBER: 5302575
CHARITY REGISTRATION NUMBER: 1109158

Our Kids

Company Limited by Guarantee

Consolidated Financial Statements

31 December 2020

HAFFNER HOFF LTD
Accountants & statutory auditor
2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

Our Kids

Company Limited by Guarantee

Consolidated Financial Statements

Year ended 31 December 2020

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Our Kids

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 December 2020

The trustees, who are also the directors for the purposes of company law, present their report and the Consolidated Financial Statements of the charity for the year ended 31 December 2020.

Reference and administrative details

Registered charity name	Our Kids
Charity registration number	1109158
Company registration number	5302575
Principal office and registered office	2nd Floor - Parkgates Bury New Road Prestwich Manchester M25 0TL
The trustees	
	Mrs M Steinberg Mrs H Corn S A Marks
Auditor	Haffner Hoff Ltd Accountants & statutory auditor 2nd Floor - Parkgates Bury New Road Prestwich Manchester M25 0TL
Bankers	Nat West Bank Plc 64 Bury Old Road Manchester M8 5NW
	Santander UK Plc POD 38 The Green House Media City UK Manchester M50 2EQ

Structure, governance and management

Our Kids is constituted by Memorandum and Articles of Association and is a company limited by guarantee. It was incorporated on 02 December 2004 as a company and the company number is 5302575. It was registered as a charity on 20 April 2005 with a charity number 1109158.

The day to day affairs are undertaken by Mr P Corn on behalf of the trustees. All major decisions are taken collectively by the trustees and all the trustees give of their time freely. The trustees are unpaid and details of any related party transactions are disclosed as applicable in the notes to the accounts. The arrangements for setting the pay of the charity's employees are the sole domain of the trustees.

There are no policies for the induction or training of new trustees.

Risk review

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the Trust, and are satisfied that systems are in place to manage our exposure to the major risks.

The risks faced by the trust are principally operational risks from ineffective grant making. These risks are managed by the trustees researching potential beneficiaries before granting donations.

Report back and review procedures strengthen these safeguards to ensure public benefit is achieved from all grants.

Other risks are associated with the trading subsidiaries and are operational in terms of losing market share and being unable to pay liabilities as they fall due.

The subsidiaries monitor cash flow and reputation regularly to ensure they maintain their market position so that cash flow is not an issue.

Objectives and activities

The objects of the charity are: (i) the relief of poverty and hardship and (ii) the advancement of education for young people, with particular reference to the social and cultural aspects of education.

Public benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education when reviewing the charity's aims and objectives and in planning future activities and setting grant making policy for the year.

Grant making policy

The charity has established its grant making policy to achieve its objects for the public benefit. The charity utilises funds received from the subsidiaries to pay out grants that are appropriate for the charities objects. The charity is also engaged in actively helping young people to become employable - see below.

The application of the funds by way of grants is to either institutions or individuals and is mostly to institutions.

The trustees consider they have met the public benefit test and outline these achievements below.

The trustees measure the success of achieving the stated aims by the number and value of grants paid out for each object as well as how many successful placements are achieved each year. The grants paid out in the year are detailed in the notes to the accounts and the trustees consider they have met their aims successfully this year. Additionally, the trading subsidiary furthers the objects of the charity by employing staff as mentioned above.

The trustees consider the shorter term aims to be similar to the longer term aims and assess the achievement of the charity in the same way.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Achievements and performance

The charity received £67,896 in donations during the year.

The figures for the wholly owned trading subsidiary, Easygift Trading Limited, have been consolidated within the accounts of the charity. The notes to the accounts disclose the split of balances between the charity and the subsidiary as well as a summary of the results for the year.

Easygift Trading Limited is a UK based company that successfully provides 6 - 12 month placements offering work experience, training and employment to young adults between the ages of 16 and 24 who are unemployed. These activities are to enable the employees to become employable in other forms of employment. The success of these placements has ensured that scores of young people have gone on to be employed by other companies, something that would not have been possible prior to the placement.

These activities were made in line with the stated objects of the charity. Easygift Trading Limited pays any surpluses generated up to the parent charity.

The figures for the wholly owned trading subsidiary, Arrow Mill Management Limited, have been consolidated within the accounts of the charity. The notes to the accounts disclose the split of balances between the charity and the subsidiary as well as a summary of the results for the year.

Arrow Mill Management Limited is a UK based company that manages the premises occupied by Easygift Trading Limited as well as the subletting of the rest of the premises to third parties. Arrow Mill Management Limited pays any surpluses generated up to the parent charity.

Costs of other trading activities amounting to £14,188,246 represents the expenses of both subsidiaries as consolidated within the accounts of the parent charity.

The charity paid out other grants and support costs totalling £75,126. All grants over £2,000 made during the year to institutions are as detailed in the accounts and were made in line with the stated objects of the charity and were for educational and communal purposes.

The charity has governance costs that comprise professional fees.

There were no material fundraising costs incurred during the year.

During the year the trustees considered the fair value of the land and buildings of the charity, the trustees confirm there has been no change in the fair value of from last year.

There was an overall net income and movement of funds for the year amounting to £818,167.

Financial review

Investment performance
The trustees report that the wholly owned trading subsidiaries reported healthy profits for the year. The trustees consider this outstanding as the venture was only set up to train young people with social, emotional, behavioural and educational difficulties

The actual figures can be found in the notes to the accounts.

The trustees feel that the year was outstanding in terms of income generated from the trading subsidiary. The trustees are delighted to have also made many valuable contributions to the community from the charity itself and hope to be able to do so for many years to come.

Reserves policy
The Unrestricted Fund represents the unrestricted fund arising from past operating results.

The Trustees are satisfied that the balance of the fund is an acceptable level of reserves given the nature of revenue receipts against grants payable. The trustees intend to retain a level of reserves that reflects the risk of the charity and the subsidiary.

In considering the financial obligations of the charity, the trustees have resolved to maintain a minimum reserve, being enough to cover the loans due to the charity less any current liabilities and excluding any investments or other fixed assets.

The free reserves stand at £2,653,611 all of which are unrestricted.

Coronavirus
The government scheme called JRS was utilised and staff furloughed as applicable. All staff are back in the workplace and JRS has ended.

There was been a huge boost to on line sales to date in the year 2020 as a direct result of coronavirus. The trustees consider the charity and its subsidiaries to be well positioned to continue for the foreseeable future.

Plans for future periods

The trustees plan to continue raising funds for projects in line with the Memorandum & Articles of Association and pursue those objectives and projects with all the resources available to the charity.

Auditor

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

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

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

The trustees' annual report and the strategic report were approved on 17 February 2022 and signed on behalf of the board of trustees by:

Mrs M Steinberg
Trustee

Our Kids

Company Limited by Guarantee

Trustees' Responsibilities Statement

Year ended 31 December 2020

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the Consolidated Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare Consolidated Financial Statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

In preparing these Consolidated Financial Statements, the trustees are required to:

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

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the Consolidated 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.

Our Kids

Company Limited by Guarantee

Independent Auditor's Report to the Members of Our Kids

Year ended 31 December 2020

Opinion

We have audited the Consolidated Financial Statements of Our Kids (the 'Charity') for the year ended 31 December 2020 which comprise the consolidated statement of financial activities (including income and expenditure account), consolidated balance sheet, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the Consolidated Financial Statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2020 and of its 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;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the consolidated financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the Consolidated 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 Consolidated Financial Statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the Consolidated Financial Statements is appropriate.

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

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

Other information

The other information comprises the information included in the annual report, other than the Consolidated Financial Statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the Consolidated 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 Consolidated Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Consolidated 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 Consolidated 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.

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 trustees' report for the financial year for which the Consolidated Financial Statements are prepared is consistent with the Consolidated Financial Statements; and
- the trustees' report 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 charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the Consolidated 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 trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the Consolidated 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 Consolidated Financial Statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated 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:

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:

> Auditor's approach to assessing the risks of material misstatement due to irregularities, including fraud Detail the auditor's approach to assessing the risks of material misstatement due to fraud and NOCLAR.

Our approach was as follows:

We obtained an understanding of the legal and regulatory frameworks that are applicable to the entity and determined that the most significant are those that relate to including:-

> Charity Act 2011 - as this entity is a charity;
>
> AML provisions - inherent with all organisations.
>
> FRS 102 reporting framework.
>
> Data protection
>
> CJRS

The following particular considerations in respect of fraud were assessed. We assessed the risks of material misstatement in respect of fraud as follows:

> Reviewed unusual or large transactions;
> Complex transactions if applicable;
> Analytical procedures;
> One off transactions.

We made fraud enquiries of during the audit from:-

> Management;

those charged with governance;

other analytical procedures to identify any unusual or unexpected relationships;

the audit team discussions to identify particular areas to misstatement or fraud;

the audit team attempted to identify any fraud risk factors in its discussion of related party relationships and transactions (ISA (UK) 550;

legal counsel as applicable;

Audit procedures designed to respond to the risks of NOCLAR.

Based on the results of our risk assessment we designed our audit procedures to identify non-compliance with such laws and regulations identified above.

Reviewing the entity's policies and procedures for compliance with those laws and regulations based on our knowledge of the client and the regulations.

Follow up of all suspected non-compliance with laws and regulations or knowledge of actual, suspected, or alleged fraud that will be fully documented.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity'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 charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Howard Schwalbe ACA (Senior Statutory Auditor)

For and on behalf of
Haffner Hoff Ltd
Accountants & statutory auditor

2nd Floor - Parkgates
Bury New Road
Prestwich
Manchester
M25 0TL

17 February 2022

Our Kids

Company Limited by Guarantee

Consolidated Statement of Financial Activities (Including Income and Expenditure Account)

Year ended 31 December 2020

	Note	2020 Unrestricted funds £	2020 Total funds £	2019 Total funds £
Income and endowments				
Donations and legacies	**5**	67,896	**67,896**	52,610
Other trading activities	**6**	15,013,634	**15,013,634**	9,298,805
Investment income	**7**	9	**9**	34
Total income		15,081,539	**15,081,539**	9,351,449
Expenditure				
Expenditure on raising funds:				
Costs of other trading activities	**8**	14,188,246	**14,188,246**	8,803,755
Expenditure on charitable activities	**9,10**	75,126	**75,126**	70,888
Total expenditure		14,263,372	**14,263,372**	8,874,643
Net income and net movement in funds		818,167	**818,167**	476,806
Reconciliation of funds				
Total funds brought forward		3,119,540	**3,119,540**	2,632,734
Total funds carried forward		3,937,707	**3,937,707**	3,109,540

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 17 to 30 form part of these Consolidated Financial Statements.

Our Kids

Company Limited by Guarantee

Balance Sheet

31 December 2020

	Note	2020 £	£	2019 £
Fixed assets				
Tangible fixed assets	17		2,811,982	2,762,268
Investments	18		400,000	-
Current assets				
Stocks	19	-		-
Debtors	20	6,070		9,868
Cash at bank and in hand		465,460		12,334
		471,530		22,202
Creditors: amounts falling due within one year	21	154,793		139,500
Net current assets/(liabilities)			316,737	(117,298)
Total assets less current liabilities			3,528,719	2,644,970
Creditors: amounts falling due after more than one year	22		1,304,964	895,833
Net assets			2,223,755	1,749,137
Funds of the charity				
Unrestricted funds:				
Revaluation reserve		1,110,634		1,110,634
Other unrestricted income funds		1,113,121		638,503
Total unrestricted funds		2,223,755		1,749,137
Total charity funds	25		2,223,755	1,749,137

These Financial Statements were approved by the board of trustees and authorised for issue on 16 February 2022, and are signed on behalf of the board by:

Mrs M Steinberg
Trustee

Our Kids

Company Limited by Guarantee

Consolidated Balance Sheet

31 December 2020

	Note	2020 £	£	2019 £
Fixed assets				
Tangible fixed assets	**17**		**3,118,076**	3,096,723
Current assets				
Stocks	**19**	**3,264,118**		2,287,903
Debtors	**20**	**1,022,681**		577,707
Cash at bank and in hand		**1,990,229**		569,418
		6,277,028		3,435,028
Creditors: amounts falling due within one year	**21**	**3,623,417**		2,346,769
Net current assets			**2,653,611**	1,088,259
Total assets less current liabilities			**5,771,687**	4,184,982
Creditors: amounts falling due after more than one year	**22**		**1,833,980**	1,075,442
Net assets			**3,937,707**	3,109,540
Funds of the charity				
Unrestricted funds:				
Revaluation reserve		**1,110,634**		1,100,634
Other unrestricted income funds		**2,827,073**		2,008,906
Total unrestricted funds		**3,937,707**		3,109,540
Total charity funds	**25**		**3,937,707**	3,109,540

These Consolidated Financial Statements were approved by the board of trustees and authorised for issue on 17 February 2022, and are signed on behalf of the board by:

Mrs M Steinberg
Trustee

Our Kids

Company Limited by Guarantee

Consolidated Statement of Cash Flows

Year ended 31 December 2020

	2020 £	2019 £
Cash flows from operating activities		
Net income	**819,967**	476,806
Adjustments for:		
Depreciation of tangible fixed assets	**101,114**	90,184
Other interest receivable and similar income	**(9)**	(34)
Interest payable and similar charges	**–**	1,468
Accrued expenses/(income)	**61,173**	(9,992)
Changes in:		
Stocks	**(976,215)**	(397,697)
Trade and other debtors	**(444,974)**	(100,558)
Trade and other creditors	**1,573,879**	168,715
Cash generated from operations	**1,134,935**	228,892
Interest paid	**–**	(1,468)
Interest received	**9**	34
Net cash from operating activities	**1,134,944**	227,458
Cash flows from investing activities		
Purchase of tangible assets	**(122,467)**	(107,184)
Net cash used in investing activities	**(122,467)**	(107,184)
Cash flows from financing activities		
Proceeds from borrowings	**435,832**	31,121
Payments of finance lease liabilities	**(27,498)**	(37,347)
Net cash from/(used in) financing activities	**408,334**	(6,226)
Net increase in cash and cash equivalents	**1,400,811**	114,048
Cash and cash equivalents at beginning of year	**569,418**	455,370
Cash and cash equivalents at end of year	**1,990,229**	569,418

The notes on pages 17 to 30 form part of these Consolidated Financial Statements.

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 2nd Floor - Parkgates, Bury New Road, Prestwich, Manchester, M25 0TL.

2. Statement of compliance

These Consolidated Financial Statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Consolidation

These financial statements consolidate the results of the charity and its 100% subsidiary Easygift Trading Limited, a UK company with a registered company number being 7061441. The registered office is Arrow Mill, Queensway, Rochdale, Lancashire, England, OL11 2YW. This is in accordance with SORP FRS 102 paragraph 9.13. The year end of Easygift Trading Limited is 31 December 2020.

These financial statements also consolidate the results of the charity and its other 100% subsidiary Arrow Mill Management Limited, a UK company with a registered company number being 9773133. The registered office is Arrow Mill, Queensway, Rochdale, Lancashire, England, OL11 2YW. This is in accordance with SORP FRS 102 paragraph 9.13. The year end of Arrow Mill Management Limited is 31 December 2020.

The charity has not produced an individual SOFA and has availed itself of the exemption conferred by s408 Companies Act 2006. The trustees consider the extra notes attached to the SOFA notes to be sufficient disclosure of the individual charity's SOFA.

Basis of preparation

The Consolidated Financial Statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The Consolidated Financial Statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue and the trustees refer to the information contained in the trustees' report under financial review.

Fair value

Debtors and creditors are stated at fair value.

Fair value

Debtors and creditors are stated at fair value.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements did not require management to make judgements, estimates or assumptions that affect the amounts reported besides the value of the land and buildings.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the statement of financial activities.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold Property	-	Property improvements are depreciated at 5% in the subsidiaries.
Plant & machinery	-	15% reducing balance
Fixtures & fittings	-	15% reducing balance
Motor Vehicles	-	25% straight line

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

3. Accounting policies *(continued)*

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

3. Accounting policies *(continued)*

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Limited by guarantee

Our Kids is a registered charity and a company limited by guarantee and does not have a share capital. In the event of the charity being wound up, members are required to contribute an amount not exceeding £10.

5. Donations and legacies

	Unrestricted Funds £	**Total Funds 2020 £**	Unrestricted Funds £	Total Funds 2019 £
Donations				
Donations	56,896	**56,896**	52,610	52,610
Grants				
Job retention scheme grants	11,000	**11,000**	–	–
	67,896	**67,896**	52,610	52,610

Donations receivable are wholly attributable to the charity.

6. Other trading activities

	Unrestricted Funds £	**Total Funds 2020 £**	Unrestricted Funds £	Total Funds 2019 £
Arrow Mill Management Ltd	756,497	**756,497**	842,748	842,748
Easygift Trading Ltd	14,257,137	**14,257,137**	8,456,057	8,456,057
	15,013,634	**15,013,634**	9,298,805	9,298,805

Other trading activities is wholly attributable to the subsidiaries of the charity.

7. Investment income

	Unrestricted Funds £	**Total Funds 2020 £**	Unrestricted Funds £	Total Funds 2019 £
Bank interest receivable	9	**9**	34	34

Investment income related only to the subsidiaries.

8. Costs of other trading activities

	Unrestricted Funds £	**Total Funds 2020 £**	Unrestricted Funds £	Total Funds 2019 £
Easygift Trading Ltd	13,448,676	**13,448,676**	8,075,856	8,075,856
Arrow Mill Managment Ltd	690,900	**690,900**	727,899	727,899
Costs of other trading activities - Other	48,670	**48,670**	–	–
	14,188,246	**14,188,246**	8,803,755	8,803,755

Other trading activities is wholly attributable to the subsidiaries of the charity.

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	**Total Funds 2020 £**	Unrestricted Funds £	Total Funds 2019 £
Charitable grants	53,365	**53,365**	48,947	48,947
Support costs	21,761	**21,761**	21,941	21,941
	75,126	**75,126**	70,888	70,888

Donations receivable are wholly attributable to the charity.

10. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	**Total funds 2020 £**	Total fund 2019 £
Charitable grants	8,773	44,592	1,261	**54,626**	48,947
Governance costs	–	–	20,500	**20,500**	21,941
	8,773	44,592	21,761	**75,126**	70,888

Charitable activities are wholly attributable to the charity.

11. Analysis of support costs

	Analysis of support costs £	**Total 2020 £**	Total 2019 £
General office	1,261	**1,261**	–
Governance costs	20,500	**20,500**	21,940
	21,761	**21,761**	21,940

12. Analysis of grants

	2020 £	2019 £
Grants to institutions		
Asser Bishvil Foundation	**5,500**	6,000
Grants under £2,000	**10,892**	14,997
Jewish High	**2,000**	5,200
Josh C T	**–**	2,000
JTTC	**–**	3,000
Kolyom Trust Limited	**12,200**	13,750
Tashbar	**–**	4,000
Broom	**4,000**	–
Maalas Hatorah	**3,000**	–
Chernobyl	**2,000**	–
	39,592	48,947
Grants to individuals		
Relief of Poverty	**5,000**	–
Total grants	**44,592**	48,947

13. Net income

Net income is stated after charging/(crediting):

	2020 £	2019 £
Depreciation of tangible fixed assets	**101,114**	90,184
Operating lease rentals	**–**	167
Foreign exchange differences	**(26,861)**	(3,578)

14. Auditors remuneration

	2020	2019
	£	£
Fees payable for the audit of the consolidated financial statements	**8,000**	6,500
Fees payable to the charity's auditor and its associates for other services:		
Other non-audit services	**2,000**	2,000

15. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2020	2019
	£	£
Wages and salaries	**1,400,420**	1,264,923
Social security costs	**58,231**	50,170
Employer contributions to pension plans	**13,333**	9,467
	1,471,984	1,324,560

The average head count of employees during the year was 59 (2019: 54). The average number of full-time equivalent employees during the year is analysed as follows:

	2020	2019
	No.	No.
Number of distribution staff - Easygift Trading Ltd	**48**	44
Number of administrative staff - Arrow Mill Management Ltd	**11**	10
	59	54

No employee received employee benefits of more than £60,000 during the year (2019: Nil).

16. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received or expenses reimbursed by the trustees.

17. Tangible fixed assets

	Land and buildings £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	**Total £**
Cost					
At 1 January 2020	2,836,666	153,507	503,743	35,998	**3,529,914**
Additions	36,433	86,034	–	–	**122,467**
At 31 December 2020	2,873,099	239,541	503,743	35,998	**3,652,381**
Depreciation					
At 1 January 2020	48,997	91,947	269,201	23,046	**433,191**
Charge for the year	16,503	79,977	1,274	3,360	**101,114**
At 31 December 2020	65,500	171,924	270,475	26,406	**534,305**
Carrying amount					
At 31 December 2020	2,807,599	67,617	233,268	9,592	**3,118,076**
At 31 December 2019	2,787,669	61,560	234,542	12,952	3,096,723

The freehold property was externally revalued on 9th August 2017. The valuation was carried out by JLL on behalf of Santander Plc and represents the fair value of the freehold property.

Fixed assets include £306,095 attributable to the subsidiaries of the charity. The remaining amount is attributable to the charity.

Fixed asset investments extra disclosure in line with SI 2008/629-19 (1)a, Sch 2 (1) 1 (j) for the two subsidiaries for the period ended 31 December 2020 is as detailed below:-

	Easygift Trading Ltd	**Arrow Mill Management Ltd**
Turnover	£14,257,137	£765,740
Expenditure	£13,741,719	£770,858
Profit/(loss)	£515,418	(£5,109)

18. Cash at bank and in hand

Cash at bank and in hand includes £1,524,768 attributable to the subsidiaries of the charity. The remaining amount is attributable to the charity.

19. Stocks

	2020	2019
	£	£
Raw materials and consumables	**3,264,118**	2,287,903

All stocks are attributable to the subsidiaries of the charity.

20. Debtors

	2020	2019
	£	£
Trade debtors	**914,395**	445,497
Prepayments and accrued income	**102,218**	122,342
Other debtors	**6,068**	9,868
	1,022,681	577,707

Debtors include £1,016,611 attributable to the subsidiaries of the charity. The remaining amount is attributable to the charity.

21. Creditors: amounts falling due within one year

	2020	2019
	£	£
Bank loans and overdrafts	**900,648**	483,947
Trade creditors	**1,858,208**	1,114,647
Accruals and deferred income	**150,746**	87,773
Social security and other taxes	**531,563**	281,848
Obligations under finance leases and hire purchase contracts	**–**	27,498
Other creditors	**182,252**	351,056
	3,623,417	2,346,769

Creditors falling due within one year include £3,468,623 attributable to the subsidiaries of the charity. The remaining amount is attributable to the charity.

Bank loans and overdrafts are secured against the property of the charity as well as a cross guarantee from the subsidiaries.

22. Creditors: amounts falling due after more than one year

	2020	2019
	£	£
Bank loans and overdrafts	**904,964**	895,833
Other creditors	**929,016**	179,609
	1,833,980	1,075,442

Creditors falling due after more than one year include £929,016 attributable to the subsidiaries of the charity. The remaining amount is attributable to the charity.

Bank loans and overdrafts are secured against the property of the charity as well as a cross guarantee from the subsidiaries.

23. Finance leases and hire purchase contracts

The total future minimum lease payments under finance leases and hire purchase contracts are as follows:

	2020	2019
	£	£
Not later than 1 year	**–**	27,498

24. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £13,333 (2019: £9,467).

25. Analysis of charitable funds

Unrestricted funds

	At 01 Jan 2020 £	Income £	Expenditure £	Transfers £	**At 31 Dec 2020 £**
General funds	2,008,906	15,081,539	(14,261,572)	–	**2,827,073**
Revaluation reserve	1,110,634	–	–	–	**1,110,634**
	3,119,540	15,081,539	(14,261,572)	–	**3,937 ,707**

	At 01 Jan 2019 £	Income £	Expenditure £	Transfers £	At 31 Dec 2019 £
General funds	1,532,100	9,351,449	(8,874,643)	–	2,008,906
Revaluation reserve	1,100,634	–	–	–	1,100,634
	2,632,734	9,351,449	(8,874,643)	–	3,109,540

26. Analysis of net assets between funds

	Unrestricted Funds £	**Total Funds 2020 £**
Tangible fixed assets	3,118,076	**3,118,076**
Current assets	6,277,028	**6,277,028**
Creditors less than 1 year	(3,623,417)	**(3,623,417)**
Creditors greater than 1 year	(1,833,980)	**(1,833,980)**
Net assets	3,937,707	**3,937,707**

	Unrestricted Funds £	Total Funds 2019 £
Tangible fixed assets	3,096,723	3,096,723
Current assets	3,435,028	3,435,028
Creditors less than 1 year	(2,346,769)	(2,346,769)
Creditors greater than 1 year	(1,075,442)	(1,075,442)
Net assets	3,109,540	3,109,540

27. Analysis of changes in net debt

	At 1 Jan 2020	Cash flows	**At 31 Dec 2020**
	£	£	**£**
Cash at bank and in hand	569,418	1,420,811	**1,990,229**
Debt due within one year	(511,445)	(389,203)	**(900,648)**
Debt due after one year	(895,833)	(9,131)	**(904,964)**
	(837,860)	1,022,477	**184,617**

28. Contingencies

As at 31 December 2020 the charity was involved in a legal dispute which has been ongoing for four years regarding the rates liability of one the trading subsidiaries. The issue is whether the company can avail itself of any rates relief based on its activities. The annual rates liability is in the region of £90,000. The trustees have taken legal advice and do not consider that there is any probable loss. No provision has been made in these financial statements.

29. Related parties

Mr S Rose, director of Easygift Trading Ltd, is also director and shareholder of Simon Rose Ltd. Included within creditors is £28,912 owing to Simon Rose Ltd for services rendered.

Mr S Rose is also a director and shareholder of Easygift Logistics Ltd. During the year Easygift Trading Ltd paid commissions of £777,687.97 to Easygift Logistics Ltd and there was a long term loan from Easygift Logistics Ltd to Easygift Trading Ltd of £749,409 which were included in the accounts. On 30th September 2020 Easygift Logistics Ltd and Easygift Trading Ltd signed a service agreement whereby Easygift Logistics Ltd supply key personnel in exchange for profit based charges.

30. Taxation

Our Kids is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.