

WARNING ZONE LIMITED

England & Wales · Charity number 1113659

Details

Other names	CRIMEBEAT SAFETY CENTRE LIMITED, LEICESTERSHIRE & RUTLAND CRIMEBEAT LIMITED, WARNING ZONE
Status	Registered
Legal form	Charitable company
Company number	05304570
Registered	2006-04-06
Register	View on the Charity Commission register

Contact

Address	30 Frog Island Off N. Bridge Place Leicester LE3 5AG
Phone	01162629739
Email	enquiries@warningzone.org.uk
Website	www.warningzone.org.uk

Activities

Objects: 3.1 TO EDUCATE CHILDREN AND ADULTS GENERALLY AND IN PARTICULAR THOSE CHILDREN AND ADULTS RESIDING IN LEICESTER, LEICESTERSHIRE AND RUTLAND AND NEIGHBOURING COUNTIES AND TO FOSTER THEIR AWARENESS OF SAFETY ISSUES IN EVERYDAY LIFE INCLUDING (BUT NOT LIMITED TO) SAFETY IN THE HOUSE OF WORKPLACE, IN EDUCATIONAL ESTABLISHMENTS, ON THE ROADS, OR DURING ANY LEISURE ACTIVITIES.3.2 TO WORK IN PARTNERSHIP WITH THE PRIVATE, PUBLIC AND VOLUNTARY SECTORS OF THE COMMUNITY TO IMPROVE THE QUALITY OF LIFE IN LEICESTER, LEICESTERSHIRE AND RUTLAND AND NEIGHBOURING COUNTIES BY:A) ENCOURAGEMENT OF GREATER PUBLIC PARTICIPATION IN THE PREVENTION AND SOLUTION OF CRIME;B) ASSISTING IN MEASURES DESIGNED TO REDUCE THE LEVEL OF CRIME;C) THE PROVISION OF EDUCATION, INFORMATION AND PRACTICAL ASSISTANCE ON CRIME PREVENTION.

Activities: Education of children and adults in relation to safety issues in all aspects of everyday life through the operation of a safety education centre. Working with other bodies to improve the quality of life by:

encouraging public involvement in the prevention and solution of crime; reduction of crime and anti social behaviour; and education, information and practical assistance on crime prevention.

Classification

- **How:** Provides Human Resources, Provides Buildings/facilities/open Space, Provides Advocacy/advice/information
- **What:** Education/training
- **Who:** Children/young People, Elderly/old People, People With Disabilities, The General Public/mankind

Geography

- **Area of benefit:** LEICESTER, LEICESTERSHIRE AND RUTLAND NEIGHBOURING COUNTIES
- Leicester City
- Leicestershire
- Rutland

Finances

Period end	Income	Expenditure	Assets	Employees
2025-08-31	£359,107	£472,019	-	-
2024-08-31	£464,517	£459,019	-	-
2023-08-31	£489,797	£440,325	-	-
2022-08-31	£441,286	£466,434	-	-
2021-08-31	£359,018	£354,668	-	-

Trustees

Name	Role	Appointed
Lucinda Helen Foulkes-Arnold	Chair	2018-12-03
ARVIND MICHAEL KAPUR		2016-06-08
Craig Mitchell		2018-05-09
Gregory Johnson		2025-02-12
Helen Louise Johnson		2014-03-10
RICHARD ADRIAN COLE		2025-02-12

WARNING ZONE LIMITED

England & Wales - Charity number 1113659

Accounts

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2025
FOR
WARNING ZONE LIMITED**

Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
Leicestershire
LE1 7RU

WARNING ZONE LIMITED

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FOR THE YEAR ENDED 31 AUGUST 2025**

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**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2025**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 August 2025. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Significant activities

Objectives

The charity strives to maintain its position as the leading organisation delivering safeguarding programmes to children and young people in the East Midlands.

Activities

During last year, our CEO gave notice to pursue other interests and an interim CEO was appointed to cover the leadership and management of the charity until a suitable replacement was recruited. The temporary incumbent had been a volunteer with Warning Zone after a long career in financial management and the Trustees were confident that his skills and experience would lead the charity through the gap in permanent appointments. A permanent appointment was made in December 2024.

Frog Island school visits have remained popular with schools and every available session has been taken.

The new academic year began with a full order book and all places at the safety centre filled. The charity saw 11,020 young people pass through the Zones and receive instruction and guidance on safety matters.

There has been a reduced uptake in Road Crew sessions with safety sessions delivered to 1,000 young people throughout AY 2024/25.

The charity remains indebted to its volunteers without whose dedication and professionalism our programmes could not be delivered. Our volunteer numbers remain steady but lower than desirable and the volunteer recruitment team continue to deploy a wide range of tactics to reach potential new members. This appears to be consistent with a national picture of volunteer shortage and not specific to Warning Zone. The older volunteers, in particular, seem harder to engage. The charity remains committed to the volunteer model for delivery but Trustees keep the volunteer numbers under constant review and are alert to the potential need to reconsider this in the future.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2025**

FINANCIAL REVIEW

Financial review

At the start of the period under review the charity held an outstanding debt of £60,000 in the form of an interest free, unsecured loan to be repaid over a remaining term of 3 years at £20,000 per year. During the year the charity repaid £20,000 of the loan and Trustees are confident the charity will continue to meet its remaining repayment obligations.

It has been a challenging year with our gross income decreasing to £359,107 (2024 - £464,517). Whereas we had a record year in terms of pupils visiting and, therefore, income from schools; regular grants and donations from public bodies, trusts and foundations and corporations were significantly down against budget. Costs have been well managed and are on par with last year.

During the course of the year a significant source of funding amounting to £50k became unavailable. Although this has never been funds that were taken for granted, it has been reasonable to enter it notionally in our budget, as it has been granted annually over a period of years. This resulted in a significant shortfall in our projected income and the Trustees are carefully and regularly monitoring the financial health of the charity, bearing this in mind.

A full valuation of the property was conducted by APB Ltd in February 2025 which concluded that our property value should be estimated at £1.1m. This was followed closely by a full condition survey carried out by Pick Everard Limited and we are in the process of establishing a property management plan based on their findings and recommendations. Warning Zone's main asset is the building which it owns and occupies and it is fully utilised to deliver the safeguarding programmes to visitors. In other words, it is designed and equipped with the sole purpose in mind of carrying out the business of the charity.

Reserves policy

The charity requires General Reserves, that is, funds that are freely available for the Trustees to spend in furtherance of the objectives, in order to bridge the funding gap between spending on the operational activities and receiving resources through grants that provide funding.

The Trustees believe that an ideal level of General Reserves, excluding those designated for fixed assets, would be equivalent to approximately three months fixed expenditure which, based on existing budgets, will be approximately £125,000 but this figure is kept under review annually.

At 31 August 2025, the General Reserves were £134,371. The Trustees continue to explore all avenues to maintain this position and are mindful that they will need to use management accounts and other financial information to monitor the level of reserves to ensure that they remain both appropriate and adequate for the charity's needs.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity was incorporated on 3rd December 2004 as a company limited by guarantee, not having a share capital, and is governed by its Memorandum and Articles of Association of that date. It was registered as a charity by the Charity Commissioners for England and Wales on 6th April 2006.

Each of the members has agreed to contribute the sum of £1 in the event of the charity being wound up.

Recruitment and appointment of new trustees

At the AGM in January 2025, Richard Cole and Greg Johnson were appointed to the Board of Trustees.

Trustees are nominated from persons who through residence, occupation, employment or otherwise have special knowledge of the area of benefit, or who are otherwise able, by virtue of their personal or professional qualifications, to make a significant contribution to the pursuit of the objects or the management of the charity.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2025**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Induction and training of new trustees

New trustees are briefed on their legal obligations under charity and company law, the contents of the Memorandum and Articles of Association, the committee and decision making processes, the business plan and recent financial performance of the company. During the briefing they are also given a tour of the charity's premises and are introduced to the employees and other trustees. All trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

05304570 (England and Wales)

Registered Charity number

1113659

Registered office

30 Frog Island
off North Bridge Place
Leicester
Leicestershire
LE3 5AG

Trustees

Mrs H L Johnson
Mr A M Kapur
Mr G D Arthur (resigned 27.1.2026)
Mr C Mitchell
Mrs L H Foulkes-Arnold
Colonel R C J Martin (resigned 27.1.2026)
Mr G Johnson (appointed 12.2.2025)
Mr R A Cole (appointed 12.2.2025)

Independent Examiner

Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
Leicestershire
LE1 7RU

Bankers

HSBC Bank plc
2-6 Gallowtree Gate
Leicester
LE1 1DA

Honorary Treasurer

Mr A M Kapur is the Honorary Treasurer of the charity.

WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2025**

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 27 January 2026 and signed on its behalf by:

Mrs L H Foulkes-Arnold - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)

Independent examiner's report to the trustees of Warning Zone Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 August 2025.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

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

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our work, for this report, or for the opinions we have formed.

Mr P Bott FCA

Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
Leicestershire
LE1 7RU

10 February 2026

WARNING ZONE LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 AUGUST 2025

	Notes	Unrestricted fund £	Designated Funds £	Restricted funds £	2025 Total funds £	2024 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies	2	138,946	-	-	138,946	278,228
Charitable activities	5					
Contribution Towards Programme Delivery		144,987	-	-	144,987	119,994
Other trading activities	3	67,738	-	-	67,738	64,763
Investment income	4	7,436	-	-	7,436	1,532
Total		359,107	-	-	359,107	464,517
EXPENDITURE ON						
Raising funds	6	15,833	-	-	15,833	14,261
Charitable activities						
Programme Delivery		427,703	28,483	-	456,186	444,758
Total		443,536	28,483	-	472,019	459,019
NET						
INCOME/(EXPENDITURE)		(84,429)	(28,483)	-	(112,912)	5,498
Transfers between funds	17	(20,000)	20,000	-	-	-
Other recognised gains/(losses)						
Gains/(losses) on revaluation of fixed assets		-	(39,900)	-	(39,900)	-
Net movement in funds		(104,429)	(48,383)	-	(152,812)	5,498
RECONCILIATION OF FUNDS						
Total funds brought forward		238,800	1,099,400	-	1,338,200	1,332,702
TOTAL FUNDS CARRIED FORWARD		134,371	1,051,017	-	1,185,388	1,338,200

The notes form part of these financial statements

WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)**BALANCE SHEET
31 AUGUST 2025**

	Notes	Unrestricted fund £	Designated Funds £	Restricted funds £	2025 Total funds £	2024 Total funds £
FIXED ASSETS						
Tangible assets	11	20,254	953,517	-	973,771	1,037,368
Investment property	12	-	137,500	-	137,500	150,000
		<u>20,254</u>	<u>1,091,017</u>	<u>-</u>	<u>1,111,271</u>	<u>1,187,368</u>
CURRENT ASSETS						
Debtors	13	9,805	-	-	9,805	9,615
Cash at bank and in hand		124,116	-	-	124,116	233,352
		<u>133,921</u>	<u>-</u>	<u>-</u>	<u>133,921</u>	<u>242,967</u>
CREDITORS						
Amounts falling due within one year	14	(19,804)	(20,000)	-	(39,804)	(44,230)
		<u>114,117</u>	<u>(20,000)</u>	<u>-</u>	<u>94,117</u>	<u>198,737</u>
NET CURRENT ASSETS						
		<u>134,371</u>	<u>1,071,017</u>	<u>-</u>	<u>1,205,388</u>	<u>1,386,105</u>
TOTAL ASSETS LESS CURRENT LIABILITIES						
		<u>134,371</u>	<u>1,071,017</u>	<u>-</u>	<u>1,205,388</u>	<u>1,386,105</u>
CREDITORS						
Amounts falling due after more than one year	15	-	(20,000)	-	(20,000)	(47,905)
		<u>134,371</u>	<u>1,051,017</u>	<u>-</u>	<u>1,185,388</u>	<u>1,338,200</u>
NET ASSETS						
		<u>134,371</u>	<u>1,051,017</u>	<u>-</u>	<u>1,185,388</u>	<u>1,338,200</u>
FUNDS	17					
Unrestricted funds:						
General fund					134,371	238,800
Operational Freehold Property					784,809	780,792
Revaluation reserve					253,708	293,608
Fair value reserve					12,500	25,000
					<u>1,185,388</u>	<u>1,338,200</u>
TOTAL FUNDS					<u>1,185,388</u>	<u>1,338,200</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2025.

The notes form part of these financial statements

BALANCE SHEET - continued
31 AUGUST 2025

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2025 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

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

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

The financial statements were approved by the Board of Trustees and authorised for issue on 27 January 2026 and were signed on its behalf by:

Mrs L H Foulkes-Arnold - Trustee

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2025

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

Financial reporting standard 102 - reduced disclosure exemptions

The charitable company has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Expenditure of a capital nature is capitalised at cost (or at value to the charity in the case of donated assets) as fixed assets within the relevant fund. Depreciation is provided on a straight-line basis so as to write off fixed assets over their anticipated useful economic lives and is charged to the relevant fund as follows:

Operational freehold property	At 2% per annum
Scenarios	At 20% per annum
Fixtures & fittings	At 20% per annum
Office and I.T. equipment	At 33% per annum
Motor vehicles	At 20% per annum

Scenarios includes all expenditure incurred, including the purchase of equipment, in creating life like simulations to educate visitors to the safety centre in personal safety and social responsibility issues in the home and the community.

No depreciation is provided on assets which are in the course of construction, prior to being brought into operational use, or on freehold land.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in market value is included within the SOFA and a fair value reserve as part of unrestricted funds.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2025**

1. ACCOUNTING POLICIES - continued

Taxation

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

Fund accounting

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

Designated funds are unrestricted funds which the Trustees have earmarked for particular purposes.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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

Pension costs and other post-retirement benefits

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

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Creditors

Short term trade creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Going Concern

The trustees have a reasonable expectation that 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.

Government Grants

Government grants received under the job retention scheme are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate.

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2025

2. DONATIONS AND LEGACIES

	2025	2024
	£	£
Donations	103,407	150,380
Grants	15,000	105,971
Donated services and facilities	20,539	21,877
	<u>138,946</u>	<u>278,228</u>

Donated services and facilities, included in the above, are as follows:

	Year Ended 31.8.25	Year Ended 31.8.24
	£	£
Services of a seconded Fire Officer	17,803	17,047
Notional interest on interest-free/preferential loans	2,600	4,500
Miscellaneous	136	330
	<u>20,589</u>	<u>21,877</u>

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

	2025	2024
	£	£
Office of the Police and Crime Commissioner	-	50,000
Other	-	4,809
Leicester, Leicestershire and Rutland Road Safety Partnership	15,000	15,000
The Rank Foundation	-	30,000
St Philip's Centre	-	6,162
	<u>15,000</u>	<u>105,971</u>

3. OTHER TRADING ACTIVITIES

	2025	2024
	£	£
Fundraising events	39,188	36,663
Rental income	28,550	28,100
	<u>67,738</u>	<u>64,763</u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2025

4. INVESTMENT INCOME

	2025	2024
	£	£
Deposit account interest	<u>7,436</u>	<u>1,532</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	2025	2024
	£	£
Direct income from schools	<u>144,987</u>	<u>119,994</u>

Activity

Contribution Towards Programme Delivery

6. RAISING FUNDS

Raising donations and legacies

	2025	2024
	£	£
Fundraising events	<u>15,833</u>	<u>14,261</u>

7. NET INCOME/(EXPENDITURE)

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

	2025	2024
	£	£
Independent examiners remuneration	<u>4,870</u>	<u>4,765</u>
Depreciation - owned assets	<u>26,740</u>	<u>36,035</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

Mr G Johnson, Trustee, invoiced the charity £3,100 (2024: £Nil) in consultancy charges during the year.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2025 nor for the year ended 31 August 2024.

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2025

9. STAFF COSTS

	2025	2024
	£	£
Wages and salaries	250,711	254,213
Social security costs	11,778	16,136
Other pension costs	4,366	4,949
	<u>266,855</u>	<u>275,298</u>

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

	2025	2024
	12	12
Employees	<u>12</u>	<u>12</u>

No employees received emoluments in excess of £60,000.

Included within staff costs is £17,803 (2024: £17,047) being the deemed expense in relation to the donated services of the seconded Fire Officer(s).

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - 31 AUGUST 2024

	Unrestricted fund £	Designated Funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies	278,228	-	-	278,228
Charitable activities				
Contribution Towards Programme Delivery	119,994	-	-	119,994
Other trading activities	64,763	-	-	64,763
Investment income	1,532	-	-	1,532
Total	<u>464,517</u>	<u>-</u>	<u>-</u>	<u>464,517</u>
EXPENDITURE ON				
Raising funds	14,261	-	-	14,261
Charitable activities				
Programme Delivery	419,206	16,800	8,752	444,758
Total	<u>433,467</u>	<u>16,800</u>	<u>8,752</u>	<u>459,019</u>
NET INCOME/(EXPENDITURE)	31,050	(16,800)	(8,752)	5,498
Transfers between funds	(20,000)	20,000	-	-
Net movement in funds	<u>11,050</u>	<u>3,200</u>	<u>(8,752)</u>	<u>5,498</u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2025

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - 31 AUGUST 2024 - continued

	Unrestricted fund £	Designated Funds £	Restricted funds £	Total funds £
RECONCILIATION OF FUNDS				
Total funds brought forward	227,750	1,096,200	8,752	1,332,702
TOTAL FUNDS CARRIED FORWARD	<u>238,800</u>	<u>1,099,400</u>	<u>-</u>	<u>1,338,200</u>

11. TANGIBLE FIXED ASSETS

	Freehold property £	Scenarios £	Fixtures and fittings £
COST OR VALUATION			
At 1 September 2024	1,050,000	410,371	81,802
Additions	-	-	1,077
Revaluations	(87,500)	-	-
At 31 August 2025	<u>962,500</u>	<u>410,371</u>	<u>82,879</u>
DEPRECIATION			
At 1 September 2024	40,600	407,443	59,678
Charge for year	15,983	1,057	7,496
Revaluation adjustments	(47,600)	-	-
At 31 August 2025	<u>8,983</u>	<u>408,500</u>	<u>67,174</u>
NET BOOK VALUE			
At 31 August 2025	<u>953,517</u>	<u>1,871</u>	<u>15,705</u>
At 31 August 2024	<u>1,009,400</u>	<u>2,928</u>	<u>22,124</u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2025

11. TANGIBLE FIXED ASSETS - continued

	Motor vehicles £	Computer equipment £	Totals £
COST OR VALUATION			
At 1 September 2024	7,800	53,697	1,603,670
Additions	-	1,966	3,043
Revaluations	-	-	(87,500)
At 31 August 2025	7,800	55,663	1,519,213
DEPRECIATION			
At 1 September 2024	7,800	50,781	566,302
Charge for year	-	2,204	26,740
Revaluation adjustments	-	-	(47,600)
At 31 August 2025	7,800	52,985	545,442
NET BOOK VALUE			
At 31 August 2025	-	2,678	973,771
At 31 August 2024	-	2,916	1,037,368

Cost or valuation at 31 August 2025 is represented by:

	Freehold property £	Scenarios £	Fixtures and fittings £
Valuation in 2025	962,500	-	-
Cost	-	410,371	82,879
	962,500	410,371	82,879
	Motor vehicles £	Computer equipment £	Totals £
Valuation in 2025	-	-	962,500
Cost	7,800	55,663	556,713
	7,800	55,663	1,519,213

Operational freehold property consists of the commercial premises at Frog Island, Leicester which the charity purchased in December 2009 for £418,695, including professional fees of £4,045 which were paid for by a benefactor. Subsequent capital expenditure has been incurred in the redevelopment of the premises into a state of the art centre and operational headquarters for the charity. Alongside this redevelopment, the property has been fitted out with a series of interactive safety Scenarios.

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2025

11. TANGIBLE FIXED ASSETS - continued

The property is occupied in the main by the charity for charitable purposes, however 12.5% of the property is also rented out to a third party. The freehold property on the balance sheet represents the part of the property occupied by the charity.

The company has taken advantage of the transitional arrangements and adopted the valuation of the property as cost for the future. No further revaluations, other than any required for impairment, will be recognised in the accounts. The recent valuation in 2025 undertaken by APB (Leicester) LLP at an open market value of £1,100,000 has been adopted.

No depreciation is provided on the cost of land included within the freehold property. The estimated cost of land attributable to the freehold portion is £210,000.

If no revaluation had been undertaken the portion attributable to freehold property would show at the following historical cost.

	£
<u>Cost</u>	
At 1st September 2024 and 31 August 2025	904,814
<u>Depreciation based on cost</u>	
At 1st September 2024	187,868
Charge for the year	14,596
At 31 August 2025	202,464
<u>Net book value</u>	
At 31 August 2025	702,350
At 1st September 2024	716,946

12. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 September 2024	150,000
Revaluation	(12,500)
At 31 August 2025	137,500
NET BOOK VALUE	
At 31 August 2025	137,500
At 31 August 2024	150,000

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2025

12. INVESTMENT PROPERTY - continued

Investment property comprises the tenanted area of the freehold building owned by the charity. In accordance with FRS 102 this building has been split into its two parts and the investment property on the balance sheet represents the part of the property that is rented out.

Fair value at 31 August 2025 is represented by:

	£
Valuation in 2025	137,500

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025	2024
	£	£
Other debtors	3,340	3,931
Prepayments and accrued income	6,465	5,684
	<u>9,805</u>	<u>9,615</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025	2024
	£	£
Bank loans and overdrafts (see note 16)	7,905	10,311
Other loans (see note 16)	20,000	20,000
Other creditors	3,505	3,483
Social security and other taxes	4,351	5,337
Accruals and deferred income	4,043	5,099
	<u>39,804</u>	<u>44,230</u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2025

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

	2025	2024
	£	£
Bank loans (see note 16)	-	7,905
Other loans (see note 16)	20,000	40,000
	<u>20,000</u>	<u>47,905</u>

16. LOANS

During 2019 the charitable company received an interest free loan of £100,000 from the Everard Foundation, for which repayments are due at £20,000 per annum over a 5 year period. The first repayment was paid in March 2023, with the second instalment in May 2024 and the third in July 2025. Notional interest on the loan, calculated at 2.5% above the Bank of England Base Rate, has been included as a resource expended and as an incoming resource within Donated services and gifts in kind.

The bank loan is in relation to a HSBC bounce back loan which was supplied following the COVID-19 pandemic. This liability is due to be fully paid by the year ended 31 August 2026.

17. MOVEMENT IN FUNDS

	At 1.9.24 £	Net movement in funds £	Transfers between funds £	At 31.8.25 £
Unrestricted funds				
General fund	238,800	(84,429)	(20,000)	134,371
Operational Freehold Property	780,792	(15,983)	20,000	784,809
Revaluation reserve	293,608	(39,900)	-	253,708
Fair value reserve	25,000	(12,500)	-	12,500
	<u>1,338,200</u>	<u>(152,812)</u>	<u>-</u>	<u>1,185,388</u>
TOTAL FUNDS	<u>1,338,200</u>	<u>(152,812)</u>	<u>-</u>	<u>1,185,388</u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2025

17. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	359,107	(443,536)	-	(84,429)
Operational Freehold Property	-	(15,983)	-	(15,983)
Revaluation reserve	-	-	(39,900)	(39,900)
Fair value reserve	-	(12,500)	-	(12,500)
	<u>359,107</u>	<u>(472,019)</u>	<u>(39,900)</u>	<u>(152,812)</u>
TOTAL FUNDS	<u>359,107</u>	<u>(472,019)</u>	<u>(39,900)</u>	<u>(152,812)</u>

Comparatives for movement in funds

	At 1.9.23 £	Net movement in funds £	Transfers between funds £	At 31.8.24 £
Unrestricted funds				
General fund	227,750	31,050	(20,000)	238,800
Operational Freehold Property	777,592	(16,800)	20,000	780,792
Revaluation reserve	293,608	-	-	293,608
Fair value reserve	25,000	-	-	25,000
	<u>1,323,950</u>	<u>14,250</u>	<u>-</u>	<u>1,338,200</u>
Restricted funds				
Water Zone	8,667	(8,667)	-	-
WZ Roadcrew	85	(85)	-	-
	<u>8,752</u>	<u>(8,752)</u>	<u>-</u>	<u>-</u>
TOTAL FUNDS	<u>1,332,702</u>	<u>5,498</u>	<u>-</u>	<u>1,338,200</u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2025

17. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	464,517	(433,467)	31,050
Operational Freehold Property	-	(16,800)	(16,800)
	<u>464,517</u>	<u>(450,267)</u>	<u>14,250</u>
Restricted funds			
Water Zone	-	(8,667)	(8,667)
WZ Roadcrew	-	(85)	(85)
	<u>-</u>	<u>(8,752)</u>	<u>(8,752)</u>
TOTAL FUNDS	<u>464,517</u>	<u>(459,019)</u>	<u>5,498</u>

Unrestricted funds comprise those funds which the Trustees are free to use in accordance with the charity's objects.

Designated funds are unrestricted funds which have been earmarked for particular purposes as follows:

Expenditure on the purchase and redevelopment of Operational Premises and the creation of Scenarios, which have in whole or in part been funded out of restricted funds (see below), is transferred to separate designated funds, net of the loans secured on the assets. These funds are reduced over the useful economic lives of the assets in line with their depreciation.

Water Zone

Whilst the charity has always had a zone specifically relating to the dangers of being in or near water it had become outdated and did not cover certain risks. Thanks to a £50,000 grant from The Mick George Community Fund with added support from the Everard Foundation and The Santander Foundation the charity was able to have a new Water Zone designed, built and installed in March 2019. Funds from the aforementioned donors was specifically used for the new zone. In addition to the historic risks covered in this zone the charity now also covers the dangers of exposure to the sun, tombstoning, cold water shock and a broader coverage of dangers relating to the seaside. All the aforementioned funds were specifically used to develop the new water Zone.

WZ Roadcrew

In 2019 the Rank Foundation awarded the charity a grant of £55,000 over three years (£15k, £20k & £20k) which is to be used only for the purposes of developing Road Crew. The first tranche was received in August 2019 followed by £20K in August 2020 and £20K in August 2021 and is being used in accordance with the terms and conditions required by The Foundation.

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2025

18. EMPLOYEE BENEFIT OBLIGATIONS

The charity operates a pension scheme. The assets of the scheme are held separately from those of the charity within independently administered funds. The charge for the year was £4,366 (2024: £4,949). Contributions of £nil (2024: £nil) were unpaid at the year end.

19. RELATED PARTY DISCLOSURES

During the period the company purchased goods and services from Signum Corporate Communications Limited, amounting to £8,554 (2024: £8,652). An amount of £700 (2024: £Nil) was owed to Signum Corporate Communications Limited at the year end.

Mr AM Kapur, trustee, is a director of Signum Corporate Communications Limited.

WARNING ZONE LIMITED

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2025

	2025 £	2024 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	103,407	150,380
Grants	15,000	105,971
Donated services and facilities	20,539	21,877
	138,946	278,228
Other trading activities		
Fundraising events	39,188	36,663
Rental income	28,550	28,100
	67,738	64,763
Investment income		
Deposit account interest	7,436	1,532
Charitable activities		
Direct income from schools	144,987	119,994
Total incoming resources	359,107	464,517
EXPENDITURE		
Raising donations and legacies		
Fundraising events	15,833	14,261
Charitable activities		
Wages	250,711	254,213
Social security	11,778	16,136
Pensions	4,366	4,949
Rates and water	1,832	3,137
Insurance	14,259	10,433
Light and heat	14,281	17,148
Telephone and IT	8,614	8,116
Postage and stationery	3,257	3,582
Advertising	9,632	8,928
Sundries	1,110	786
Travel and subsistence	7,366	10,052
Carried forward	327,206	337,480

This page does not form part of the statutory financial statements

WARNING ZONE LIMITED

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2025

	2025 £	2024 £
Charitable activities		
Brought forward	327,206	337,480
Training	379	3,092
Cleaning	18,725	19,034
Subscriptions	3,821	3,546
Repairs and maintenance	23,869	18,940
Depreciation of tangible fixed assets	26,739	36,035
Loss on revaluation of investment property	12,500	-
Bank charges	939	1,202
Loan interest	2,938	5,094
	417,116	424,423
Support costs		
Governance costs		
Independent examiners remuneration	4,870	4,765
Legal fees	34,200	15,570
	39,070	20,335
Total resources expended	472,019	459,019
Net (expenditure)/income	(112,912)	5,498

This page does not form part of the statutory financial statements

WARNING ZONE LIMITED

England & Wales - Charity number 1113659

Accounts

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2024
FOR
WARNING ZONE LIMITED**

Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
Leicestershire
LE1 7RU

WARNING ZONE LIMITED

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2024**

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**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2024**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 August 2024. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Significant activities

Objectives

The charity strives to maintain its position as the leading organisation delivering safeguarding programmes to children and young people in the East Midlands.

Activities

The new academic year began with a full order book and all places at the safety centre filled. The charity saw 10,609 young people pass through the Zones and receive instruction and guidance on safety matters.

Road Crew sessions were delivered to 2,022 young people throughout AY 2023/24.

The charity remains indebted to its volunteers without whose dedication and professionalism our programmes could not be delivered. Although on the increase throughout the year, volunteer numbers remain lower than we would like and the volunteer recruitment team continue to deploy a wide range of tactics to reach potential new members. This appears to be consistent with a national picture of volunteer shortage and not specific to Warning Zone. The older volunteers, in particular, seem harder to engage which may still be a result of Covid-19. Although the charity has remained committed to the volunteer model for delivery, the Trustees have explored a range of alternative options which have included a paid model. The discussion remains open, but to date, the increased cost of a paid or hybrid paid/volunteer model remains an obstacle and also goes counter to the spirit of volunteering that the charity has always felt was at its core. Trustees keep the volunteer numbers under constant review.

FINANCIAL REVIEW

Financial review

At the start of the period under review the charity held an outstanding debt of £80,000 in the form of an interest free, unsecured loan to be repaid over 5 years at £20,000 per year. The second £20,000 was paid in May 2024. Trustees were confident that this charity could continue to meet its repayment obligations.

Frog Island school visits have remained popular with schools and every available session has been taken.

Corporate fundraising has gained greater momentum and we continue to work with the business community to engage them with our message. We have been fortunate in a number of significant donations, some of which have supported much needed capital improvements.

Whilst the net assets of the charity have increased it should be remembered that its main asset, namely the building it owns and occupies, is fully utilised to deliver the safeguarding programmes to visitors. In other words, it is designed and equipped with the sole purpose in mind of carrying out the business of the charity.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2024**

FINANCIAL REVIEW

Reserves policy

The charity requires General Reserves, that is, funds that are freely available for the Trustees to spend in furtherance of the objects, in order to bridge the funding gap between spending on the operational activities and receiving resources through grants that provide funding.

The Trustees believe that an ideal level of General Reserves, excluding those designated for fixed assets, would be equivalent to approximately three months fixed expenditure which, based on existing budgets, will be approximately £125,000 but this figure is kept under review annually.

At 31 August 2024, the General Reserves were £238,800. The Trustees will continue to monitor the level of reserves to ensure that they remain both appropriate and adequate for the charity's needs.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity was incorporated on 3rd December 2004 as a company limited by guarantee, not having a share capital, and is governed by its Memorandum and Articles of Association of that date. It was registered as a charity by the Charity Commissioners for England and Wales on 6th April 2006.

Each of the members has agreed to contribute the sum of £1 in the event of the charity being wound up.

Recruitment and appointment of new trustees

Trustees are nominated from persons who through residence, occupation, employment or otherwise have special knowledge of the area of benefit, or who are otherwise able, by virtue of their personal or professional qualifications, to make a significant contribution to the pursuit of the objects or the management of the charity.

Induction and training of new trustees

New trustees are briefed on their legal obligations under charity and company law, the contents of the Memorandum and Articles of Association, the committee and decision making processes, the business plan and recent financial performance of the company. During the briefing they are also given a tour of the charity's premises and are introduced to the employees and other trustees. All trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

05304570 (England and Wales)

Registered Charity number

1113659

Registered office

30 Frog Island
off North Bridge Place
Leicester
Leicestershire
LE3 5AG

Trustees

Mrs H L Johnson
Mr A M Kapur
Mr G D Arthur
Mr C Mitchell
Mrs L H Foulkes-Arnold
Colonel R C J Martin

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2024**

REFERENCE AND ADMINISTRATIVE DETAILS

Independent Examiner

Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
Leicestershire
LE1 7RU

Bankers

HSBC Bank plc
2-6 Gallowtree Gate
Leicester
LE1 1DA

Honorary Treasurer

Mr A M Kapur is the Honorary Treasurer of the charity.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 23 January 2025 and signed on its behalf by:

Mrs L H Foulkes-Arnold - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)

Independent examiner's report to the trustees of Warning Zone Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 August 2024.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

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

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our work, for this report, or for the opinions we have formed.

Mr P Bott FCA

Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
Leicestershire
LE1 7RU

30 January 2025

WARNING ZONE LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 AUGUST 2024

	Notes	Unrestricted fund £	Designated Funds £	Restricted funds £	2024 Total funds £	2023 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies	2	278,228	-	-	278,228	319,737
Charitable activities						
Contribution Towards Programme Delivery	5	119,994	-	-	119,994	114,665
Other trading activities	3	64,763	-	-	64,763	54,453
Investment income	4	1,532	-	-	1,532	942
Total		464,517	-	-	464,517	489,797
EXPENDITURE ON						
Raising funds	6	14,261	-	-	14,261	10,655
Charitable activities						
Programme Delivery		419,206	16,800	8,752	444,758	429,670
Total		433,467	16,800	8,752	459,019	440,325
NET INCOME/(EXPENDITURE)						
Transfers between funds	17	31,050 (20,000)	(16,800) 20,000	(8,752) -	5,498 -	49,472 -
Net movement in funds		11,050	3,200	(8,752)	5,498	49,472
RECONCILIATION OF FUNDS						
Total funds brought forward		227,750	1,096,200	8,752	1,332,702	1,283,230
TOTAL FUNDS CARRIED FORWARD		238,800	1,099,400	-	1,338,200	1,332,702

The notes form part of these financial statements

WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)**BALANCE SHEET
31 AUGUST 2024**

	Notes	Unrestricted fund £	Designated Funds £	Restricted funds £	2024 Total funds £	2023 Total funds £
FIXED ASSETS						
Tangible assets	11	27,968	1,009,400	-	1,037,368	1,049,840
Investment property	12	-	150,000	-	150,000	150,000
		<u>27,968</u>	<u>1,159,400</u>	<u>-</u>	<u>1,187,368</u>	<u>1,199,840</u>
CURRENT ASSETS						
Debtors	13	9,615	-	-	9,615	10,534
Cash at bank and in hand		233,352	-	-	233,352	241,779
		<u>242,967</u>	<u>-</u>	<u>-</u>	<u>242,967</u>	<u>252,313</u>
CREDITORS						
Amounts falling due within one year	14	(24,230)	(20,000)	-	(44,230)	(41,236)
		<u>218,737</u>	<u>(20,000)</u>	<u>-</u>	<u>198,737</u>	<u>211,077</u>
NET CURRENT ASSETS						
		<u>246,705</u>	<u>1,139,400</u>	<u>-</u>	<u>1,386,105</u>	<u>1,410,917</u>
TOTAL ASSETS LESS CURRENT LIABILITIES						
		<u>246,705</u>	<u>1,139,400</u>	<u>-</u>	<u>1,386,105</u>	<u>1,410,917</u>
CREDITORS						
Amounts falling due after more than one year	15	(7,905)	(40,000)	-	(47,905)	(78,215)
		<u>238,800</u>	<u>1,099,400</u>	<u>-</u>	<u>1,338,200</u>	<u>1,332,702</u>
NET ASSETS						
		<u>238,800</u>	<u>1,099,400</u>	<u>-</u>	<u>1,338,200</u>	<u>1,332,702</u>
FUNDS						
Unrestricted funds:	17					
General fund					238,800	227,750
Operational Freehold Property					780,792	777,592
Revaluation reserve					293,608	293,608
Fair value reserve					25,000	25,000
					<u>1,338,200</u>	<u>1,323,950</u>
Restricted funds					-	8,752
TOTAL FUNDS					<u>1,338,200</u>	<u>1,332,702</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2024.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2024 in accordance with Section 476 of the Companies Act 2006.

The notes form part of these financial statements

BALANCE SHEET - continued
31 AUGUST 2024

The trustees acknowledge their responsibilities for

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

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

The financial statements were approved by the Board of Trustees and authorised for issue on 23 January 2025 and were signed on its behalf by:

Mrs L H Foulkes-Arnold - Trustee

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2024

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

Financial reporting standard 102 - reduced disclosure exemptions

The charitable company has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Expenditure of a capital nature is capitalised at cost (or at value to the charity in the case of donated assets) as fixed assets within the relevant fund. Depreciation is provided on a straight-line basis so as to write off fixed assets over their anticipated useful economic lives and is charged to the relevant fund as follows:

Operational freehold property	At 2% per annum
Scenarios	At 20% per annum
Fixtures & fittings	At 20% per annum
Office and I.T. equipment	At 33% per annum
Motor vehicles	At 20% per annum

Scenarios includes all expenditure incurred, including the purchase of equipment, in creating life like simulations to educate visitors to the safety centre in personal safety and social responsibility issues in the home and the community.

No depreciation is provided on assets which are in the course of construction, prior to being brought into operational use, or on freehold land.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in market value is included within the SOFA and a fair value reserve as part of unrestricted funds.

Taxation

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

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2024****1. ACCOUNTING POLICIES - continued****Fund accounting**

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

Designated funds are unrestricted funds which the Trustees have earmarked for particular purposes.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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

Pension costs and other post-retirement benefits

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

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Creditors

Short term trade creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Going Concern

The trustees have a reasonable expectation that 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.

Government Grants

Government grants received under the job retention scheme are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate.

2. DONATIONS AND LEGACIES

	2024	2023
	£	£
Donations	150,380	187,374
Grants	105,971	110,170
Donated services and facilities	21,877	22,193
	<u>278,228</u>	<u>319,737</u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2024

2. DONATIONS AND LEGACIES - continued

Donated services and facilities, included in the above, are as follows:

	Year Ended 31.8.24 £	Year Ended 31.8.23 £
Services of a seconded Fire Officer	17,047	15,589
Notional interest on interest-free/preferential loans	4,500	6,200
Miscellaneous	330	404
	<u>21,877</u>	<u>22,193</u>

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

	2024 £	2023 £
Office of the Police and Crime Commissioner	50,000	50,000
Other	4,809	-
Leicester, Leicestershire and Rutland Road Safety Partnership	15,000	15,000
The Rank Foundation	30,000	30,000
St Philip's Centre	6,162	15,170
	<u>105,971</u>	<u>110,170</u>

3. OTHER TRADING ACTIVITIES

	2024 £	2023 £
Fundraising events	36,663	26,133
Rental income	28,100	28,320
	<u>64,763</u>	<u>54,453</u>

4. INVESTMENT INCOME

	2024 £	2023 £
Deposit account interest	1,532	942

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2024

5. INCOME FROM CHARITABLE ACTIVITIES

	2024	2023
	£	£
Direct income from schools Activity Contribution Towards Programme Delivery	<u>119,994</u>	<u>114,665</u>

6. RAISING FUNDS

Raising donations and legacies

	2024	2023
	£	£
Fundraising events	<u>14,261</u>	<u>10,655</u>

7. NET INCOME/(EXPENDITURE)

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

	2024	2023
	£	£
Independent examiners remuneration	4,765	4,644
Depreciation - owned assets	<u>36,035</u>	<u>36,852</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2024 nor for the year ended 31 August 2023.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2024 nor for the year ended 31 August 2023.

9. STAFF COSTS

	2024	2023
	£	£
Wages and salaries	254,213	243,177
Social security costs	16,136	12,816
Other pension costs	4,949	4,566
	<u>275,298</u>	<u>260,559</u>

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

	2024	2023
	12	12
Employees	<u>12</u>	<u>12</u>

No employees received emoluments in excess of £60,000.

Included within staff costs is £17,047 (2023: £15,589) being the deemed expense in relation to the donated services of the seconded Fire Officer(s).

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2024

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - 31 AUGUST 2023

	Unrestricted fund £	Designated Funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies	319,737	-	-	319,737
Charitable activities				
Contribution Towards Programme Delivery	114,665	-	-	114,665
Other trading activities	54,453	-	-	54,453
Investment income	942	-	-	942
Total	<u>489,797</u>	<u>-</u>	<u>-</u>	<u>489,797</u>
EXPENDITURE ON				
Raising funds	10,655	-	-	10,655
Charitable activities				
Programme Delivery	399,634	16,800	13,236	429,670
Total	<u>410,289</u>	<u>16,800</u>	<u>13,236</u>	<u>440,325</u>
NET INCOME/(EXPENDITURE)	79,508	(16,800)	(13,236)	49,472
Transfers between funds	<u>(20,000)</u>	<u>20,000</u>	<u>-</u>	<u>-</u>
Net movement in funds	59,508	3,200	(13,236)	49,472
RECONCILIATION OF FUNDS				
Total funds brought forward	168,242	1,093,000	21,988	1,283,230
TOTAL FUNDS CARRIED FORWARD	<u><u>227,750</u></u>	<u><u>1,096,200</u></u>	<u><u>8,752</u></u>	<u><u>1,332,702</u></u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2024

11. TANGIBLE FIXED ASSETS

	Freehold property £	Scenarios £	Fixtures and fittings £
COST OR VALUATION			
At 1 September 2023	1,050,000	410,371	60,874
Additions	-	-	20,928
At 31 August 2024	1,050,000	410,371	81,802
DEPRECIATION			
At 1 September 2023	23,800	397,482	52,805
Charge for year	16,800	9,961	6,873
At 31 August 2024	40,600	407,443	59,678
NET BOOK VALUE			
At 31 August 2024	1,009,400	2,928	22,124
At 31 August 2023	1,026,200	12,889	8,069
	Motor vehicles £	Computer equipment £	Totals £
COST OR VALUATION			
At 1 September 2023	7,800	51,062	1,580,107
Additions	-	2,635	23,563
At 31 August 2024	7,800	53,697	1,603,670
DEPRECIATION			
At 1 September 2023	7,800	48,380	530,267
Charge for year	-	2,401	36,035
At 31 August 2024	7,800	50,781	566,302
NET BOOK VALUE			
At 31 August 2024	-	2,916	1,037,368
At 31 August 2023	-	2,682	1,049,840

Cost or valuation at 31 August 2024 is represented by:

	Freehold property £	Scenarios £	Fixtures and fittings £
Valuation in 2022	1,050,000	-	-
Cost	-	410,371	81,802
	1,050,000	410,371	81,802

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2024

11. TANGIBLE FIXED ASSETS - continued

	Motor vehicles £	Computer equipment £	Totals £
Valuation in 2022	-	-	1,050,000
Cost	7,800	53,697	553,670
	<u>7,800</u>	<u>53,697</u>	<u>1,603,670</u>

Operational freehold property consists of the commercial premises at Frog Island, Leicester which the charity purchased in December 2009 for £418,695, including professional fees of £4,045 which were paid for by a benefactor. Subsequent capital expenditure has been incurred in the redevelopment of the premises into a state of the art centre and operational headquarters for the charity. Alongside this redevelopment, the property has been fitted out with a series of interactive safety Scenarios.

The property is occupied in the main by the charity for charitable purposes, however 12.5% of the property is also rented out to a third party. The freehold property on the balance sheet represents the part of the property occupied by the charity.

The company has taken advantage of the transitional arrangements and adopted the valuation of the property as cost for the future. No further revaluations, other than any required for impairment, will be recognised in the accounts. The recent valuation in 2022 undertaken by Andrew Granger & Co Limited at an open market value of £1,200,000 has been adopted.

No depreciation is provided on the cost of land included within the freehold property. The estimated cost of land attributable to the freehold portion is £210,000.

If no revaluation had been undertaken the portion attributable to freehold property would show at the following historical cost.

	£
<u>Cost</u>	
At 1st September 2023 and 31 August 2024	904,814
<u>Depreciation based on cost</u>	
At 1st September 2023	173,272
Charge for the year	14,596
At 31 August 2024	187,868
<u>Net book value</u>	
At 31 August 2024	716,946
At 1st September 2023	731,542

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2024

12. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 September 2023 and 31 August 2024	150,000
NET BOOK VALUE	
At 31 August 2024	150,000
At 31 August 2023	150,000

Investment property comprises the tenanted area of the freehold building owned by the charity. In accordance with FRS 102 this building has been split into its two parts and the investment property on the balance sheet represents the part of the property that is rented out.

Fair value at 31 August 2024 is represented by:

	£
Valuation in 2022	150,000

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Other debtors	3,931	8,888
Prepayments and accrued income	5,684	1,646
	9,615	10,534

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Bank loans and overdrafts (see note 16)	10,311	10,056
Other loans (see note 16)	20,000	20,000
Other creditors	3,483	2,552
Social security and other taxes	5,337	4,935
Accruals and deferred income	5,099	3,693
	44,230	41,236

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2024

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

	2024	2023
	£	£
Bank loans (see note 16)	7,905	18,215
Other loans (see note 16)	40,000	60,000
	<u>47,905</u>	<u>78,215</u>

16. LOANS

During 2019 the charitable company received an interest free loan of £100,000 from the Everard Foundation, for which repayments are due at £20,000 per annum over a 5 year period. The first repayment was paid in March 2023, with the second instalment in May 2024. Notional interest on the loan, calculated at 2.5% above the Bank of England Base Rate, has been included as a resource expended and as an incoming resource within Donated services and gifts in kind.

17. MOVEMENT IN FUNDS

	At 1.9.23	Net movement in funds	Transfers between funds	At 31.8.24
	£	£	£	£
Unrestricted funds				
General fund	227,750	31,050	(20,000)	238,800
Operational Freehold Property	777,592	(16,800)	20,000	780,792
Revaluation reserve	293,608	-	-	293,608
Fair value reserve	25,000	-	-	25,000
	<u>1,323,950</u>	<u>14,250</u>	<u>-</u>	<u>1,338,200</u>
Restricted funds				
Water Zone	8,667	(8,667)	-	-
WZ Roadcrew	85	(85)	-	-
	<u>8,752</u>	<u>(8,752)</u>	<u>-</u>	<u>-</u>
TOTAL FUNDS	<u>1,332,702</u>	<u>5,498</u>	<u>-</u>	<u>1,338,200</u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2024

17. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	464,517	(433,467)	31,050
Operational Freehold Property	-	(16,800)	(16,800)
	464,517	(450,267)	14,250
Restricted funds			
Water Zone	-	(8,667)	(8,667)
WZ Roadcrew	-	(85)	(85)
	-	(8,752)	(8,752)
TOTAL FUNDS	464,517	(459,019)	5,498

Comparatives for movement in funds

	At 1.9.22 £	Net movement in funds £	Transfers between funds £	At 31.8.23 £
Unrestricted funds				
General fund	168,242	79,508	(20,000)	227,750
Operational Freehold Property	774,392	(16,800)	20,000	777,592
Revaluation reserve	293,608	-	-	293,608
Fair value reserve	25,000	-	-	25,000
	1,261,242	62,708	-	1,323,950
Restricted funds				
Water Zone	21,667	(13,000)	-	8,667
WZ Roadcrew	321	(236)	-	85
	21,988	(13,236)	-	8,752
TOTAL FUNDS	1,283,230	49,472	-	1,332,702

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2024

17. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	489,797	(410,289)	79,508
Operational Freehold Property	-	(16,800)	(16,800)
	<u>489,797</u>	<u>(427,089)</u>	<u>62,708</u>
Restricted funds			
Water Zone	-	(13,000)	(13,000)
WZ Roadcrew	-	(236)	(236)
	<u>-</u>	<u>(13,236)</u>	<u>(13,236)</u>
TOTAL FUNDS	<u>489,797</u>	<u>(440,325)</u>	<u>49,472</u>

Unrestricted funds comprise those funds which the Trustees are free to use in accordance with the charity's objects.

Designated funds are unrestricted funds which have been earmarked for particular purposes as follows:

Expenditure on the purchase and redevelopment of Operational Premises and the creation of Scenarios, which have in whole or in part been funded out of restricted funds (see below), is transferred to separate designated funds, net of the loans secured on the assets. These funds are reduced over the useful economic lives of the assets in line with their depreciation.

Water Zone

Whilst the charity has always had a zone specifically relating to the dangers of being in or near water it had become outdated and did not cover certain risks. Thanks to a £50,000 grant from The Mick George Community Fund with added support from the Everard Foundation and The Santander Foundation the charity was able to have a new Water Zone designed, built and installed in March 2019. Funds from the aforementioned donors was specifically used for the new zone. In addition to the historic risks covered in this zone the charity now also covers the dangers of exposure to the sun, tombstoning, cold water shock and a broader coverage of dangers relating to the seaside. All the aforementioned funds were specifically used to develop the new water Zone.

WZ Roadcrew

In 2019 the Rank Foundation awarded the charity a grant of £55,000 over three years (£15k, £20k & £20k) which is to be used only for the purposes of developing Road Crew. The first tranche was received in August 2019 followed by £20K in August 2020 and £20K in August 2021 and is being used in accordance with the terms and conditions required by The Foundation.

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2024

18. EMPLOYEE BENEFIT OBLIGATIONS

The charity operates a pension scheme. The assets of the scheme are held separately from those of the charity within independently administered funds. The charge for the year was £4,949 (2023: £4,566). Contributions of £nil (2022: £nil) were unpaid at the year end.

19. RELATED PARTY DISCLOSURES

During the period the company purchased goods and services from Signum Corporate Communications Limited, amounting to £8,652 (2023: £9,861). An amount of £nil (2023: £Nil) was owed to Signum Corporate Communications Limited at the year end.

Mr AM Kapur, trustee, is a director of Signum Corporate Communications Limited.

WARNING ZONE LIMITED

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2024

	2024 £	2023 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	150,380	187,374
Grants	105,971	110,170
Donated services and facilities	21,877	22,193
	278,228	319,737
Other trading activities		
Fundraising events	36,663	26,133
Rental income	28,100	28,320
	64,763	54,453
Investment income		
Deposit account interest	1,532	942
Charitable activities		
Direct income from schools	119,994	114,665
Total incoming resources	464,517	489,797
EXPENDITURE		
Raising donations and legacies		
Fundraising events	14,261	10,655
Charitable activities		
Wages	254,213	243,177
Social security	16,136	12,816
Pensions	4,949	4,566
Rates and water	3,137	1,369
Insurance	10,433	12,739
Light and heat	17,148	20,453
Telephone and IT	8,116	2,629
Postage and stationery	3,582	4,787
Advertising	8,928	1,216
Sundries	786	1,061
Travel and subsistence	10,052	7,971
Training	3,092	639
Cleaning	19,034	16,511
Subscriptions	3,546	2,759
Repairs and maintenance	18,940	38,951
Depreciation of tangible fixed assets	36,035	36,852
Carried forward	418,127	408,496

This page does not form part of the statutory financial statements

WARNING ZONE LIMITED

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2024

	2024 £	2023 £
Charitable activities		
Brought forward	418,127	408,496
Bank charges	1,202	988
Loan interest	5,094	7,040
	424,423	416,524
 Support costs		
Governance costs		
Independent examiners remuneration	4,765	4,644
Legal fees	15,570	8,502
	20,335	13,146
Total resources expended	459,019	440,325
Net income	5,498	49,472

This page does not form part of the statutory financial statements

WARNING ZONE LIMITED

England & Wales - Charity number 1113659

Accounts

REGISTERED COMPANY NUMBER: 05304570 (England and Wales)
REGISTERED CHARITY NUMBER: 1113659

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2023
FOR
WARNING ZONE LIMITED**

Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
Leicestershire
LE1 7RU

WARNING ZONE LIMITED

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2023**

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Detailed Statement of Financial Activities	19 to 20

WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2023

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 August 2023. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Significant activities

Objectives

The charity strives to maintain its position as the leading organisation delivering safeguarding programmes to children and young people in the East Midlands.

Activities

The new academic year began with a full order book and all places at the safety centre filled. The number of bookings for Road Crew had risen. The charity saw 9,977 young people pass through the Zones and receive instruction and guidance on safety matters.

There has also been an increased uptake in Road Crew sessions with safety sessions delivered to 5,840 young people throughout AY 2022/23.

The charity remains indebted to its volunteers without whose dedication and professionalism our programmes could not be delivered. Volunteer numbers remain lower than pre-Covid and the volunteer recruitment team have gone to great effort to reach potential new members. This appears to be consistent with a national picture of volunteer shortage and not specific to Warning Zone. The older volunteers, in particular, seem harder to engage which is perhaps an understandable reaction to the issues raised by Covid-19. Although the charity has remained committed to the volunteer model for delivery, the Trustees have explored a range of alternative options which have included a paid model. The discussion remains open, but to date, the increased cost of a paid or hybrid paid/volunteer model remains an obstacle and also goes counter to the spirit of volunteering that the charity has always felt was at its core. Volunteer numbers were increasing towards the end of the academic year and staff were deployed throughout the year to cover gaps. Trustees keep the volunteer numbers under constant review.

FINANCIAL REVIEW

Financial review

At the start of the period under review the charity held an outstanding debt of £100,000 in the form of an interest free, unsecured loan to be repaid over 5 years at £20,000 per year. The first £20,000 was paid in March 2023. Trustees were confident that this charity could continue to meet its repayment obligations.

Frog Island school visits have remained popular with schools and every available session has been taken.

Corporate fundraising has continued to be slow to gain momentum but we continue to work with the business community to engage them with our message. We have been fortunate in a number of significant donations, some of which have supported much needed capital improvements.

In June 2020 Warning Zone was successful in its application for a government Coronavirus Bounce Back loan of £50,000 and the charity is on target to meet its repayment obligations.

Whilst the net assets of the charity have increased it should be remembered that its main asset, namely the building it owns and occupies, is fully utilised to deliver the safeguarding programmes to visitors. In other words, it is designed and equipped with the sole purpose in mind of carrying out the business of the charity.

WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2023

FINANCIAL REVIEW

Reserves policy

The charity requires General Reserves, that is, funds that are freely available for the Trustees to spend in furtherance of the objects, in order to bridge the funding gap between spending on the operational activities and receiving resources through grants that provide funding.

The Trustees believe that an ideal level of General Reserves, excluding those designated for fixed assets, would be equivalent to approximately three months fixed expenditure which, based on existing budgets, will be approximately £125,000 but this figure is kept under review annually.

At 31 August 2023, the General Reserves were £227,750. The Trustees will continue to monitor the level of reserves to ensure that they remain both appropriate and adequate for the charity's needs.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity was incorporated on 3rd December 2004 as a company limited by guarantee, not having a share capital, and is governed by its Memorandum and Articles of Association of that date. It was registered as a charity by the Charity Commissioners for England and Wales on 6th April 2006.

Each of the members has agreed to contribute the sum of £1 in the event of the charity being wound up.

Recruitment and appointment of new trustees

Trustees are nominated from persons who through residence, occupation, employment or otherwise have special knowledge of the area of benefit, or who are otherwise able, by virtue of their personal or professional qualifications, to make a significant contribution to the pursuit of the objects or the management of the charity.

Induction and training of new trustees

New trustees are briefed on their legal obligations under charity and company law, the contents of the Memorandum and Articles of Association, the committee and decision making processes, the business plan and recent financial performance of the company. During the briefing they are also given a tour of the charity's premises and are introduced to the employees and other trustees. All trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

05304570 (England and Wales)

Registered Charity number

1113659

Registered office

30 Frog Island
off North Bridge Place
Leicester
Leicestershire
LE3 5AG

Trustees

Mrs H L Johnson
Mr A M Kapur
Mr G D Arthur
Mr C Mitchell
Mrs L H Foulkes-Arnold
Colonel R C J Martin

WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2023

REFERENCE AND ADMINISTRATIVE DETAILS

Independent Examiner

Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
Leicestershire
LE1 7RU

Bankers

HSBC Bank plc
2-6 Gallowtree Gate
Leicester
LE1 1DA

Honorary Treasurer

Mr A M Kapur is the Honorary Treasurer of the charity.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 5 December 2023 and signed on its behalf by:

Mrs L H Foulkes-Arnold - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)

Independent examiner's report to the trustees of Warning Zone Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 August 2023.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

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

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our work, for this report, or for the opinions we have formed.

Mr P Bott FCA

Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
Leicestershire
LE1 7RU

11 December 2023

WARNING ZONE LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 AUGUST 2023

	Notes	Unrestricted fund £	Designated Funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies	2	319,737	-	-	319,737	284,953
Charitable activities						
Contribution Towards Programme Delivery	5	114,665	-	-	114,665	99,058
Other trading activities	3	54,453	-	-	54,453	57,248
Investment income	4	942	-	-	942	27
Total		489,797	-	-	489,797	441,286
EXPENDITURE ON						
Raising funds	6	10,655	-	-	10,655	5,855
Charitable activities						
Programme Delivery		399,634	16,800	13,236	429,670	460,579
Total		410,289	16,800	13,236	440,325	466,434
NET INCOME/(EXPENDITURE)						
Transfers between funds	17	79,508 (20,000)	(16,800) 20,000	(13,236) -	49,472 -	(25,148) -
Other recognised gains/(losses)						
Gains on revaluation of fixed assets		-	-	-	-	298,000
Net movement in funds		59,508	3,200	(13,236)	49,472	272,852
RECONCILIATION OF FUNDS						
Total funds brought forward		168,242	1,093,000	21,988	1,283,230	1,010,378
TOTAL FUNDS CARRIED FORWARD		227,750	1,096,200	8,752	1,332,702	1,283,230

The notes form part of these financial statements

WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)**BALANCE SHEET
31 AUGUST 2023**

	Notes	Unrestricted fund £	Designated Funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
FIXED ASSETS						
Tangible assets	11	14,888	1,026,200	8,752	1,049,840	1,075,166
Investment property	12	-	150,000	-	150,000	150,000
		<u>14,888</u>	<u>1,176,200</u>	<u>8,752</u>	<u>1,199,840</u>	<u>1,225,166</u>
CURRENT ASSETS						
Debtors	13	10,534	-	-	10,534	57,728
Cash at bank and in hand		241,779	-	-	241,779	150,008
		<u>252,313</u>	<u>-</u>	<u>-</u>	<u>252,313</u>	<u>207,736</u>
CREDITORS						
Amounts falling due within one year	14	(21,236)	(20,000)	-	(41,236)	(41,401)
		<u>231,077</u>	<u>(20,000)</u>	<u>-</u>	<u>211,077</u>	<u>166,335</u>
NET CURRENT ASSETS						
		<u>245,965</u>	<u>1,156,200</u>	<u>8,752</u>	<u>1,410,917</u>	<u>1,391,501</u>
TOTAL ASSETS LESS CURRENT LIABILITIES						
		<u>227,750</u>	<u>1,096,200</u>	<u>8,752</u>	<u>1,332,702</u>	<u>1,283,230</u>
CREDITORS						
Amounts falling due after more than one year	15	(18,215)	(60,000)	-	(78,215)	(108,271)
		<u>227,750</u>	<u>1,096,200</u>	<u>8,752</u>	<u>1,332,702</u>	<u>1,283,230</u>
NET ASSETS						
		<u>227,750</u>	<u>1,096,200</u>	<u>8,752</u>	<u>1,332,702</u>	<u>1,283,230</u>
FUNDS	17					
Unrestricted funds:						
General fund					227,750	168,242
Operational Freehold Property					777,592	774,392
Revaluation reserve					293,608	293,608
Fair value reserve					25,000	25,000
					<u>1,323,950</u>	<u>1,261,242</u>
Restricted funds					8,752	21,988
TOTAL FUNDS					<u>1,332,702</u>	<u>1,283,230</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2023 in accordance with Section 476 of the Companies Act 2006.

The notes form part of these financial statements

WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)

BALANCE SHEET - continued **31 AUGUST 2023**

The trustees acknowledge their responsibilities for

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

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

The financial statements were approved by the Board of Trustees and authorised for issue on 5 December 2023 and were signed on its behalf by:

Mrs L H Foulkes-Arnold - Trustee

Mr A M Kapur - Trustee

The notes form part of these financial statements

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2023

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

Financial reporting standard 102 - reduced disclosure exemptions

The charitable company has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Expenditure of a capital nature is capitalised at cost (or at value to the charity in the case of donated assets) as fixed assets within the relevant fund. Depreciation is provided on a straight-line basis so as to write off fixed assets over their anticipated useful economic lives and is charged to the relevant fund as follows:

Operational freehold property	At 2% per annum
Scenarios	At 20% per annum
Fixtures & fittings	At 20% per annum
Office and I.T. equipment	At 33% per annum
Motor vehicles	At 20% per annum

Scenarios includes all expenditure incurred, including the purchase of equipment, in creating life like simulations to educate visitors to the safety centre in personal safety and social responsibility issues in the home and the community.

No depreciation is provided on assets which are in the course of construction, prior to being brought into operational use, or on freehold land.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in market value is included within the SOFA and a fair value reserve as part of unrestricted funds.

Taxation

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

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2023

1. ACCOUNTING POLICIES - continued

Fund accounting

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

Designated funds are unrestricted funds which the Trustees have earmarked for particular purposes.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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

Pension costs and other post-retirement benefits

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

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Creditors

Short term trade creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Going Concern

The trustees have a reasonable expectation that 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.

Government Grants

Government grants received under the job retention scheme are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate.

2. DONATIONS AND LEGACIES

	2023	2022
	£	£
Donations	202,374	114,743
Grants	95,170	151,080
Donated services and facilities	22,193	19,130
	<u>319,737</u>	<u>284,953</u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2023

2. DONATIONS AND LEGACIES - continued

Donated services and facilities, included in the above, are as follows:

	Year Ended 31.8.23 £	Year Ended 31.8.22 £
Services of a seconded Fire Officer	15,589	14,412
Notional interest on interest-free/preferential loans	6,200	4,250
Miscellaneous	404	468
	<u>22,193</u>	<u>14,925</u>

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

	2023 £	2022 £
Office of the Police and Crime Commissioner	50,000	50,000
The Rank Foundation	30,000	-
St Philip's Centre	15,170	16,080
Randal Charitable Foundation	-	68,517
Other grants	-	16,483
	<u>95,170</u>	<u>151,080</u>

3. OTHER TRADING ACTIVITIES

	2023 £	2022 £
Fundraising events	26,133	29,223
Rental income	28,320	28,025
	<u>54,453</u>	<u>57,248</u>

4. INVESTMENT INCOME

	2023 £	2022 £
Deposit account interest	942	27
	<u>942</u>	<u>27</u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2023

5. INCOME FROM CHARITABLE ACTIVITIES

	2023	2022
	£	£
Direct income from schools Activity Contribution Towards Programme Delivery	<u>114,665</u>	<u>99,058</u>

6. RAISING FUNDS

Raising donations and legacies

	2023	2022
	£	£
Fundraising events	<u>10,655</u>	<u>5,855</u>

7. NET INCOME/(EXPENDITURE)

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

	2023	2022
	£	£
Independent examiners remuneration	4,644	3,575
Depreciation - owned assets	<u>36,852</u>	<u>36,468</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2023 nor for the year ended 31 August 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2023 nor for the year ended 31 August 2022.

9. STAFF COSTS

	2023	2022
	£	£
Wages and salaries	243,177	237,498
Social security costs	12,816	7,455
Other pension costs	4,566	4,053
	<u>260,559</u>	<u>249,006</u>

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

	2023	2022
	12	14

No employees received emoluments in excess of £60,000.

Included within staff costs is £15,589 (2022: £14,412) being the deemed expense in relation to the donated services of the seconded Fire Officer(s).

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2023

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - 31 AUGUST 2022

	Unrestricted fund £	Designated Funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies	216,436	-	68,517	284,953
Charitable activities				
Contribution Towards Programme Delivery	99,058	-	-	99,058
Other trading activities	57,248	-	-	57,248
Investment income	27	-	-	27
Total	<u>372,769</u>	<u>-</u>	<u>68,517</u>	<u>441,286</u>
EXPENDITURE ON				
Raising funds	5,855	-	-	5,855
Charitable activities				
Programme Delivery	340,332	15,908	104,339	460,579
Total	<u>346,187</u>	<u>15,908</u>	<u>104,339</u>	<u>466,434</u>
NET INCOME/(EXPENDITURE)	26,582	(15,908)	(35,822)	(25,148)
Transfers between funds	2,000	-	(2,000)	-
Other recognised gains/(losses)				
Gains on revaluation of fixed assets	-	298,000	-	298,000
Net movement in funds	<u>28,582</u>	<u>282,092</u>	<u>(37,822)</u>	<u>272,852</u>
RECONCILIATION OF FUNDS				
Total funds brought forward	139,660	810,908	59,810	1,010,378
TOTAL FUNDS CARRIED FORWARD	<u><u>168,242</u></u>	<u><u>1,093,000</u></u>	<u><u>21,988</u></u>	<u><u>1,283,230</u></u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2023

11. TANGIBLE FIXED ASSETS

	Freehold property £	Scenarios £	Fixtures and fittings £
COST OR VALUATION			
At 1 September 2022	1,050,000	405,693	56,802
Additions	-	4,678	4,072
At 31 August 2023	1,050,000	410,371	60,874
DEPRECIATION			
At 1 September 2022	7,000	383,188	49,552
Charge for year	16,800	14,294	3,253
At 31 August 2023	23,800	397,482	52,805
NET BOOK VALUE			
At 31 August 2023	1,026,200	12,889	8,069
At 31 August 2022	1,043,000	22,505	7,250
	Motor vehicles £	Computer equipment £	Totals £
COST OR VALUATION			
At 1 September 2022	7,800	48,286	1,568,581
Additions	-	2,776	11,526
At 31 August 2023	7,800	51,062	1,580,107
DEPRECIATION			
At 1 September 2022	7,800	45,875	493,415
Charge for year	-	2,505	36,852
At 31 August 2023	7,800	48,380	530,267
NET BOOK VALUE			
At 31 August 2023	-	2,682	1,049,840
At 31 August 2022	-	2,411	1,075,166

Cost or valuation at 31 August 2023 is represented by:

	Freehold property £	Scenarios £	Fixtures and fittings £
Valuation in 2022	1,050,000	-	-
Cost	-	410,371	60,874
	1,050,000	410,371	60,874

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2023

11. TANGIBLE FIXED ASSETS - continued

	Motor vehicles £	Computer equipment £	Totals £
Valuation in 2022	-	-	1,050,000
Cost	7,800	51,062	530,107
	<u>7,800</u>	<u>51,062</u>	<u>1,580,107</u>

Operational freehold property consists of the commercial premises at Frog Island, Leicester which the charity purchased in December 2009 for £418,695, including professional fees of £4,045 which were paid for by a benefactor. Subsequent capital expenditure has been incurred in the redevelopment of the premises into a state of the art centre and operational headquarters for the charity. Alongside this redevelopment, the property has been fitted out with a series of interactive safety Scenarios.

The property is occupied in the main by the charity for charitable purposes, however 12.5% of the property is also rented out to a third party. The freehold property on the balance sheet represents the part of the property occupied by the charity.

The company has taken advantage of the transitional arrangements and adopted the valuation of the property as cost for the future. No further revaluations, other than any required for impairment, will be recognised in the accounts. The recent valuation in 2022 undertaken by Andrew Granger & Co Limited at an open market value of £1,200,000 has been adopted.

No depreciation is provided on the cost of land included within the freehold property. The estimated cost of land attributable to the freehold portion is £210,000.

If no revaluation had been undertaken the portion attributable to freehold property would show at the following historical cost.

	£
<u>Cost</u>	
At 1st September 2022 and 31 August 2023	904,814
<u>Depreciation based on cost</u>	
At 1st September 2022	158,676
Charge for the year	14,596
At 31 August 2023	173,272
<u>Net book value</u>	
At 31 August 2023	731,542
At 1st September 2022	746,138

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2023

12. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 September 2022 and 31 August 2023	150,000
NET BOOK VALUE	
At 31 August 2023	150,000
At 31 August 2022	150,000

Investment property comprises the tenanted area of the freehold building owned by the charity. In accordance with FRS 102 this building has been split into its two parts and the investment property on the balance sheet represents the part of the property that is rented out.

Fair value at 31 August 2023 is represented by:

	£
Valuation in 2022	150,000

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Other debtors	8,888	4,200
Prepayments and accrued income	1,646	53,528
	10,534	57,728

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Bank loans and overdrafts (see note 16)	10,056	9,808
Other loans (see note 16)	20,000	20,000
Other creditors	2,551	2,633
Social security and other taxes	4,935	4,469
Accruals and deferred income	3,694	4,491
	41,236	41,401

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2023

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

	2023 £	2022 £
Bank loans (see note 16)	18,215	28,271
Other loans (see note 16)	60,000	80,000
	<u>78,215</u>	<u>108,271</u>

16. LOANS

During 2019 the charitable company received an interest free loan of £100,000 from the Everard Foundation, for which repayments are due at £20,000 per annum over a 5 year period. The first repayment was paid in March 2023. Notional interest on the loan, calculated at 2.5% above the Bank of England Base Rate, has been included as a resource expended and as an incoming resource within Donated services and gifts in kind.

17. MOVEMENT IN FUNDS

	At 1.9.22 £	Net movement in funds £	Transfers between funds £	At 31.8.23 £
Unrestricted funds				
General fund	168,242	79,508	(20,000)	227,750
Operational Freehold Property	774,392	(16,800)	20,000	777,592
Revaluation reserve	293,608	-	-	293,608
Fair value reserve	25,000	-	-	25,000
	<u>1,261,242</u>	<u>62,708</u>	<u>-</u>	<u>1,323,950</u>
Restricted funds				
Water Zone	21,667	(13,000)	-	8,667
WZ Roadcrew	321	(236)	-	85
	<u>21,988</u>	<u>(13,236)</u>	<u>-</u>	<u>8,752</u>
TOTAL FUNDS	<u>1,283,230</u>	<u>49,472</u>	<u>-</u>	<u>1,332,702</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	489,797	(410,289)	79,508
Operational Freehold Property	-	(16,800)	(16,800)
	<u>489,797</u>	<u>(427,089)</u>	<u>62,708</u>
Restricted funds			
Water Zone	-	(13,000)	(13,000)
WZ Roadcrew	-	(236)	(236)
	<u>-</u>	<u>(13,236)</u>	<u>(13,236)</u>
TOTAL FUNDS	<u>489,797</u>	<u>(440,325)</u>	<u>49,472</u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2023

17. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.9.21 £	Net movement in funds £	Transfers between funds £	At 31.8.22 £
Unrestricted funds				
General fund	139,660	26,582	2,000	168,242
Scenarios	741	(741)	-	-
Operational Freehold Property	789,559	(15,167)	-	774,392
Revaluation reserve	20,608	273,000	-	293,608
Fair value reserve	-	25,000	-	25,000
	<u>950,568</u>	<u>308,674</u>	<u>2,000</u>	<u>1,261,242</u>
Restricted funds				
Aviva	750	(750)	-	-
Water Zone	34,667	(13,000)	-	21,667
WZ Roadcrew	22,393	(22,072)	-	321
Bruce Wake Charitable Foundation	2,000	-	(2,000)	-
	<u>59,810</u>	<u>(35,822)</u>	<u>(2,000)</u>	<u>21,988</u>
TOTAL FUNDS	<u>1,010,378</u>	<u>272,852</u>	<u>-</u>	<u>1,283,230</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	372,769	(346,187)	-	26,582
Scenarios	-	(741)	-	(741)
Operational Freehold Property	-	(15,167)	-	(15,167)
Revaluation reserve	-	-	273,000	273,000
Fair value reserve	-	-	25,000	25,000
	<u>372,769</u>	<u>(362,095)</u>	<u>298,000</u>	<u>308,674</u>
Restricted funds				
Aviva	-	(750)	-	(750)
Water Zone	-	(13,000)	-	(13,000)
WZ Roadcrew	-	(22,072)	-	(22,072)
Randal Roof Fund	68,517	(68,517)	-	-
	<u>68,517</u>	<u>(104,339)</u>	<u>-</u>	<u>(35,822)</u>
TOTAL FUNDS	<u>441,286</u>	<u>(466,434)</u>	<u>298,000</u>	<u>272,852</u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2023

17. MOVEMENT IN FUNDS - continued

Unrestricted funds comprise those funds which the Trustees are free to use in accordance with the charity's objects.

Designated funds are unrestricted funds which have been earmarked for particular purposes as follows:
Expenditure on the purchase and redevelopment of Operational Premises and the creation of Scenarios, which have in whole or in part been funded out of restricted funds (see below), is transferred to separate designated funds, net of the loans secured on the assets. These funds are reduced over the useful economic lives of the assets in line with their depreciation.

Water Zone

Whilst the charity has always had a zone specifically relating to the dangers of being in or near water it had become outdated and did not cover certain risks. Thanks to a £50,000 grant from The Mick George Community Fund with added support from the Everard Foundation and The Santander Foundation the charity was able to have a new Water Zone designed, built and installed in March 2019. Funds from the aforementioned donors was specifically used for the new zone. In addition to the historic risks covered in this zone the charity now also covers the dangers of exposure to the sun, tombstoning, cold water shock and a broader coverage of dangers relating to the seaside. All the aforementioned funds were specifically used to develop the new water Zone.

WZ Roadcrew

In 2019 the Rank Foundation awarded the charity a grant of £55,000 over three years (£15k, £20k & £20k) which is to be used only for the purposes of developing Road Crew. The first tranche was received in August 2019 followed by £20K in August 2020 and £20K in August 2021 and is being used in accordance with the terms and conditions required by The Foundation.

Bruce Wake Charitable Trust

£2,000 contribution to a mobility lift to be installed at Warning Zone when the full cost has been raised.

18. EMPLOYEE BENEFIT OBLIGATIONS

The charity operates a pension scheme. The assets of the scheme are held separately from those of the charity within independently administered funds. The charge for the year was £4,566 (2022: £4,053). Contributions of £nil (2022: £nil) were unpaid at the year end.

19. RELATED PARTY DISCLOSURES

During the period the company purchased goods and services from Signum Corporate Communications Limited, amounting to £9,861 (2022: £12,850). An amount of £nil (2022: £7081) was owed to Signum Corporate Communications Limited at the year end.

Mr AM Kapur, trustee, is a director of Signum Corporate Communications Limited.

WARNING ZONE LIMITED

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2023

	2023 £	2022 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	202,374	114,743
Grants	95,170	151,080
Donated services and facilities	22,193	19,130
	319,737	284,953
Other trading activities		
Fundraising events	26,133	29,223
Rental income	28,320	28,025
	54,453	57,248
Investment income		
Deposit account interest	942	27
Charitable activities		
Direct income from schools	114,665	99,058
Total incoming resources	489,797	441,286
EXPENDITURE		
Raising donations and legacies		
Fundraising events	10,655	5,855
Charitable activities		
Wages	243,177	237,498
Social security	12,816	7,455
Pensions	4,566	4,053
Rates and water	1,369	2,081
Insurance	12,739	14,274
Light and heat	20,453	18,472
Telephone and IT	2,629	11,600
Postage and stationery	4,787	3,463
Advertising	1,216	1,152
Sundries	1,061	1,966
Travel and subsistence	7,971	9,428
Training	639	585
Cleaning	16,511	16,987
Subscriptions	2,759	1,681
Repairs and maintenance	38,951	78,621
Freehold property	16,800	15,167
Carried forward	388,444	424,483

This page does not form part of the statutory financial statements

WARNING ZONE LIMITED

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2023

	2023 £	2022 £
Charitable activities		
Brought forward	388,444	424,483
Scenarios	14,294	14,459
Fixtures and fittings	3,253	3,189
Motor vehicles	-	1,560
Computer equipment	2,505	2,094
Bank charges	988	1,043
Loan interest	7,040	5,332
	<u>416,524</u>	<u>452,160</u>
Support costs		
Governance costs		
Independent examiners remuneration	4,644	3,575
Legal fees	8,502	4,844
	<u>13,146</u>	<u>8,419</u>
Total resources expended	<u>440,325</u>	<u>466,434</u>
Net income/(expenditure)	<u>49,472</u>	<u>(25,148)</u>

This page does not form part of the statutory financial statements

WARNING ZONE LIMITED

England & Wales - Charity number 1113659

Accounts

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022
FOR
WARNING ZONE LIMITED**

Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
Leicestershire
LE1 7RU

WARNING ZONE LIMITED

CONTENTS OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

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**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2022**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 August 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

The Trustees present their report with the financial statements of the Charity for the year ended 31 August 2022. The Trustees have adopted the provisions of the Financial Reporting Standard 102, the Charities Act 2011 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

OBJECTIVES AND ACTIVITIES

Significant activities

Objectives

The charity strives to maintain its position as the leading organisation delivering safeguarding programmes to children and young people in the East Midlands.

Activities

With lockdown restrictions lifted, the team were able to resume activities and school visits began again from the beginning of the new academic year. There was still caution around Covid transmission and so the number of places available at any one session were reduced. However, schools had been keen to return to Warning Zone and all sessions were fully booked and attended throughout the year. This popularity continued and bookings for 2022/23 academic year stood at 75% by the end of the 2021/22 academic year.

There has also been an increased uptake in Road Crew sessions with safety sessions delivered to over 5,000 young people throughout AY 2021/22.

The charity recognises the critical importance of remaining current with regards to the ever-changing nature of risks which can have such a negative impact on children and young people and has been working to update some of the zones to reflect a more contemporary and reflective approach to dangers and risks, including a recent refreshment of the personal safety zone. This now allows for direct reference to issues such as County Lines involvement which is real and present threat to young people in our region.

The charity remains indebted to its volunteers without whose dedication and professionalism our programmes could not be delivered. Volunteer numbers have reduced as a result of Covid and, although many loyal individuals continue to give excellent service and despite regular and ongoing recruitment activity, there is a need to review the delivery model to see if any changes can be made to the large number of volunteers needed to run operations at its optimal rate.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2022**

FINANCIAL REVIEW

Financial review

At the start of the period under review the charity held an outstanding debt of £100,000 in the form of an interest free, unsecured loan to be repaid over 5 years at £20,000 per year. Trustees were confident that the charity could continue to meet its repayment obligations.

Frog Island school visits were severely impacted during lockdown, but the new academic year brought fewer restrictions and the centre has been fully booked for the entire academic year.

Fundraising activity has resumed and some of the charity's traditional and well-attended fundraising events have taken place again. Corporate fundraising has continued to be slow to gain momentum but plans are in place to continue to work with the local business community in order to maintain an upward trajectory.

In June 2020 Warning Zone was successful in its application for a government Coronavirus Bounce Back loan of £50,000 and the charity is on target to meet its repayment obligations.

Whilst the net assets of the charity have increased it should be remembered that its main asset, namely the building it owns and occupies, is fully utilised to deliver the safeguarding programmes to visitors. In other words, it is designed and equipped with the sole purpose in mind of carrying out the business of the charity.

Reserves policy

The charity requires General Reserves, that is, funds that are freely available for the Trustees to spend in furtherance of the objects, in order to bridge the funding gap between spending on the operational activities and receiving resources through grants that provide funding.

The Trustees believe that an ideal level of General Reserves, excluding those designated for fixed assets, would be equivalent to approximately three months fixed expenditure which, based on existing budgets, will be approximately £90,000 but this figure is kept under review annually.

At 31 August 2022, the General Reserves were £168,242 which is sufficiently higher than the agreed reserves figure. The Trustees will continue to monitor the level of reserves to ensure that they remain adequate for the charity's needs.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity was incorporated on 3rd December 2004 as a company limited by guarantee, not having a share capital, and is governed by its Memorandum and Articles of Association of that date. It was registered as a charity by the Charity Commissioners for England and Wales on 6th April 2006.

Each of the members has agreed to contribute the sum of £1 in the event of the charity being wound up.

Recruitment and appointment of new trustees

Trustees are nominated from persons who through residence, occupation, employment or otherwise have special knowledge of the area of benefit, or who are otherwise able, by virtue of their personal or professional qualifications, to make a significant contribution to the pursuit of the objects or the management of the charity.

Induction and training of new trustees

New trustees are briefed on their legal obligations under charity and company law, the contents of the Memorandum and Articles of Association, the committee and decision making processes, the business plan and recent financial performance of the company. During the briefing they are also given a tour of the charity's premises and are introduced to the employees and other trustees. All trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

05304570 (England and Wales)

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2022**

Registered Charity number

1113659

Registered office

30 Frog Island
off North Bridge Place
Leicester
Leicestershire
LE3 5AG

Trustees

Mrs H L Johnson
Mr A M Kapur
Mr G D Arthur
Mr C Mitchell
Mrs L H Foulkes-Arnold
Colonel R C J Martin

Independent Examiner

Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
Leicestershire
LE1 7RU

Bankers

HSBC Bank plc
2-6 Gallowtree Gate
Leicester
LE1 1DA

Honorary Treasurer

Mr A M Kapur is the Honorary Treasurer of the charity.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 19 January 2023 and signed on its behalf by:

Mrs L H Foulkes-Arnold - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)

Independent examiner's report to the trustees of Warning Zone Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 August 2022.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

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

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our work, for this report, or for the opinions we have formed.

Mr P Bott FCA
Institute of Chartered Accountants in England and Wales
Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
Leicestershire
LE1 7RU

9 February 2023

WARNING ZONE LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 AUGUST 2022

	Notes	Unrestricted fund £	Designated Funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies	2	216,436	-	68,517	284,953	310,772
Charitable activities	5					
Contribution Towards Programme Delivery		99,058	-	-	99,058	17,482
Other trading activities	3	57,248	-	-	57,248	30,757
Investment income	4	27	-	-	27	7
Total		<u>372,769</u>	<u>-</u>	<u>68,517</u>	<u>441,286</u>	<u>359,018</u>
EXPENDITURE ON						
Raising funds	6	5,855	-	-	5,855	790
Charitable activities						
Programme Delivery		<u>340,332</u>	<u>15,908</u>	<u>104,339</u>	<u>460,579</u>	<u>353,878</u>
Total		<u>346,187</u>	<u>15,908</u>	<u>104,339</u>	<u>466,434</u>	<u>354,668</u>
NET INCOME/(EXPENDITURE)		26,582	(15,908)	(35,822)	(25,148)	4,350
Transfers between funds	17	2,000	-	(2,000)	-	-
Other recognised gains/(losses)						
Gains on revaluation of fixed assets		<u>-</u>	<u>298,000</u>	<u>-</u>	<u>298,000</u>	<u>-</u>
Net movement in funds		<u>28,582</u>	<u>282,092</u>	<u>(37,822)</u>	<u>272,852</u>	<u>4,350</u>
RECONCILIATION OF FUNDS						
Total funds brought forward		<u>139,660</u>	<u>810,908</u>	<u>59,810</u>	<u>1,010,378</u>	<u>1,006,028</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>168,242</u></u>	<u><u>1,093,000</u></u>	<u><u>21,988</u></u>	<u><u>1,283,230</u></u>	<u><u>1,010,378</u></u>

The notes form part of these financial statements

WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)**BALANCE SHEET****31 AUGUST 2022**

	Notes	Unrestricted fund £	Designated Funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS						
Tangible assets	11	10,178	1,043,000	21,988	1,075,166	835,254
Investment property	12	-	150,000	-	150,000	125,000
		<u>10,178</u>	<u>1,193,000</u>	<u>21,988</u>	<u>1,225,166</u>	<u>960,254</u>
CURRENT ASSETS						
Debtors	13	57,728	-	-	57,728	151
Cash at bank and in hand		150,008	-	-	150,008	206,606
		<u>207,736</u>	<u>-</u>	<u>-</u>	<u>207,736</u>	<u>206,757</u>
CREDITORS						
Amounts falling due within one year	14	(21,401)	(20,000)	-	(41,401)	(38,554)
		<u>186,335</u>	<u>(20,000)</u>	<u>-</u>	<u>166,335</u>	<u>168,203</u>
NET CURRENT ASSETS						
		<u>186,335</u>	<u>(20,000)</u>	<u>-</u>	<u>166,335</u>	<u>168,203</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>196,513</u>	<u>1,173,000</u>	<u>21,988</u>	<u>1,391,501</u>	<u>1,128,457</u>
CREDITORS						
Amounts falling due after more than one year	15	(28,271)	(80,000)	-	(108,271)	(118,079)
		<u>168,242</u>	<u>1,093,000</u>	<u>21,988</u>	<u>1,283,230</u>	<u>1,010,378</u>
NET ASSETS		<u>168,242</u>	<u>1,093,000</u>	<u>21,988</u>	<u>1,283,230</u>	<u>1,010,378</u>
FUNDS	17					
Unrestricted funds:						
General fund					168,242	139,660
Scenarios					-	741
Operational Freehold Property					774,392	789,559
Revaluation reserve					293,608	20,608
Fair value reserve					25,000	-
					<u>1,261,242</u>	<u>950,568</u>
Restricted funds					<u>21,988</u>	<u>59,810</u>
TOTAL FUNDS					<u>1,283,230</u>	<u>1,010,378</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2022 in accordance with Section 476 of the Companies Act 2006.

The notes form part of these financial statements

BALANCE SHEET - continued

31 AUGUST 2022

The trustees acknowledge their responsibilities for

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

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

The financial statements were approved by the Board of Trustees and authorised for issue on 19 January 2023 and were signed on its behalf by:

Mrs L H Foulkes-Arnold - Trustee

Mr A M Kapur - Trustee

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

Financial reporting standard 102 - reduced disclosure exemptions

The charitable company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Expenditure of a capital nature is capitalised at cost (or at value to the charity in the case of donated assets) as fixed assets within the relevant fund. Depreciation is provided on a straight-line basis so as to write off fixed assets over their anticipated useful economic lives and is charged to the relevant fund as follows:

Operational freehold property	At 2% per annum
Scenarios	At 20% per annum
Fixtures & fittings	At 20% per annum
Office and I.T. equipment	At 33% per annum
Motor vehicles	At 20% per annum

Scenarios includes all expenditure incurred, including the purchase of equipment, in creating life like simulations to educate visitors to the safety centre in personal safety and social responsibility issues in the home and the community.

No depreciation is provided on assets which are in the course of construction, prior to being brought into operational use, or on freehold land.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in market value is included within the SOFA and a fair value reserve as part of unrestricted funds.

Taxation

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

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

1. ACCOUNTING POLICIES - continued

Fund accounting

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

Designated funds are unrestricted funds which the Trustees have earmarked for particular purposes.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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

Pension costs and other post-retirement benefits

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

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Creditors

Short term trade creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Going Concern

The trustees have a reasonable expectation that 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.

Government Grants

Government grants received under the job retention scheme are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate.

2. DONATIONS AND LEGACIES

	2022	2021
	£	£
Donations	114,743	113,027
Grants	151,080	131,921
Donated services and facilities	19,130	14,925
Government Grants	-	50,899
	284,953	310,772

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

2. DONATIONS AND LEGACIES - continued

Donated services and facilities, included in the above, are as follows:

	Year Ended 31.8.22 £	Year Ended 31.8.21 £
Services of a seconded Fire Officer	14,412	12,170
Notional interest on interest-free/preferential loans	4,250	2,600
Miscellaneous	468	155
	<u>19,130</u>	<u>14,925</u>

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

	2022 £	2021 £
Office of the Police and Crime Commissioner	50,000	50,000
Leicester, Leicestershire and Rutland Road Safety Partnership	-	12,500
The Rank Foundation	-	43,199
St Philip's Centre	16,080	19,250
Randal Charitable Foundation	68,517	-
Other grants	16,483	6,972
	<u>151,080</u>	<u>131,921</u>

3. OTHER TRADING ACTIVITIES

	2022 £	2021 £
Fundraising events	29,223	9,036
Rental income	28,025	21,721
	<u>57,248</u>	<u>30,757</u>

4. INVESTMENT INCOME

	2022 £	2021 £
Deposit account interest	27	7
	<u>27</u>	<u>7</u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

5. INCOME FROM CHARITABLE ACTIVITIES

	2022	2021
	£	£
Direct income from schools Activity Contribution Towards Programme Delivery	<u>99,058</u>	<u>17,482</u>

6. RAISING FUNDS

Raising donations and legacies

	2022	2021
	£	£
Fundraising events	<u>5,855</u>	<u>790</u>

7. NET INCOME/(EXPENDITURE)

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

	2022	2021
	£	£
Independent examiners remuneration	3,575	3,402
Depreciation - owned assets	<u>36,468</u>	<u>61,560</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2022 nor for the year ended 31 August 2021.

9. STAFF COSTS

	2022	2021
	£	£
Wages and salaries	237,498	198,663
Social security costs	7,455	13,765
Other pension costs	4,053	3,509
	<u>249,006</u>	<u>215,937</u>

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

	2022	2021
Employees	<u>14</u>	<u>12</u>

No employees received emoluments in excess of £60,000.

Included within staff costs is £14,412 (2021: £12,170) being the deemed expense in relation to the donated services of the seconded Fire Officer(s).

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - 31 AUGUST 2021

	Unrestricted fund £	Designated Funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies	290,772	-	20,000	310,772
Charitable activities				
Contribution Towards Programme Delivery	17,482	-	-	17,482
Other trading activities	30,757	-	-	30,757
Investment income	7	-	-	7
Total	<u>339,018</u>	<u>-</u>	<u>20,000</u>	<u>359,018</u>
EXPENDITURE ON				
Raising funds	790	-	-	790
Charitable activities				
Programme Delivery	<u>270,217</u>	<u>42,756</u>	<u>40,905</u>	<u>353,878</u>
Total	<u>271,007</u>	<u>42,756</u>	<u>40,905</u>	<u>354,668</u>
NET INCOME/(EXPENDITURE)	68,011	(42,756)	(20,905)	4,350
Transfers between funds	<u>6,252</u>	<u>-</u>	<u>(6,252)</u>	<u>-</u>
Net movement in funds	74,263	(42,756)	(27,157)	4,350
RECONCILIATION OF FUNDS				
Total funds brought forward	65,397	853,663	86,968	1,006,028
TOTAL FUNDS CARRIED FORWARD	<u><u>139,660</u></u>	<u><u>810,907</u></u>	<u><u>59,811</u></u>	<u><u>1,010,378</u></u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

11. TANGIBLE FIXED ASSETS

	Freehold property £	Scenarios £	Fixtures and fittings £
COST OR VALUATION			
At 1 September 2021	875,000	405,693	56,130
Additions	-	-	672
Revaluations	175,000	-	-
At 31 August 2022	1,050,000	405,693	56,802
DEPRECIATION			
At 1 September 2021	89,833	368,731	46,363
Charge for year	15,167	14,457	3,189
Revaluation adjustments	(98,000)	-	-
At 31 August 2022	7,000	383,188	49,552
NET BOOK VALUE			
At 31 August 2022	1,043,000	22,505	7,250
At 31 August 2021	785,167	36,962	9,767
	Motor vehicles £	Computer equipment £	Totals £
COST OR VALUATION			
At 1 September 2021	7,800	45,578	1,390,201
Additions	-	2,708	3,380
Revaluations	-	-	175,000
At 31 August 2022	7,800	48,286	1,568,581
DEPRECIATION			
At 1 September 2021	6,240	43,780	554,947
Charge for year	1,560	2,095	36,468
Revaluation adjustments	-	-	(98,000)
At 31 August 2022	7,800	45,875	493,415
NET BOOK VALUE			
At 31 August 2022	-	2,411	1,075,166
At 31 August 2021	1,560	1,798	835,254

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

11. TANGIBLE FIXED ASSETS - continued

Cost or valuation at 31 August 2022 is represented by:

	Freehold property £	Scenarios £	Fixtures and fittings £
Valuation in 2022	1,050,000	-	-
Cost	-	405,693	56,802
	<u>1,050,000</u>	<u>405,693</u>	<u>56,802</u>
	Motor vehicles £	Computer equipment £	Totals £
Valuation in 2022	-	-	1,050,000
Cost	7,800	48,286	518,581
	<u>7,800</u>	<u>48,286</u>	<u>1,568,581</u>

Operational freehold property consists of the commercial premises at Frog Island, Leicester which the charity purchased in December 2009 for £418,695, including professional fees of £4,045 which were paid for by a benefactor. Subsequent capital expenditure has been incurred in the redevelopment of the premises into a state of the art centre and operational headquarters for the charity. Alongside this redevelopment, the property has been fitted out with a series of interactive safety Scenarios.

The property is occupied in the main by the charity for charitable purposes, however 12.5% of the property is also rented out to a third party. The freehold property on the balance sheet represents the part of the property occupied by the charity.

The company has taken advantage of the transitional arrangements and adopted the valuation of the property as cost for the future. No further revaluations, other than any required for impairment, will be recognised in the accounts. The recent valuation in 2022 undertaken by Andrew Granger & Co Limited at an open market value of £1,200,000 has been adopted.

No depreciation is provided on the cost of land included within the freehold property. The estimated cost of land attributable to the freehold portion is £210,000.

If no revaluation had been undertaken the portion attributable to freehold property would show at the following historical cost.

	£
<u>Cost</u>	
At 1st September 2021 and 31 August 2022	904,814
<u>Depreciation based on cost</u>	
At 1st September 2021	144,080
Charge for the year	14,596
At 31 August 2022	158,676

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

11. TANGIBLE FIXED ASSETS - continued

Net book value

At 31 August 2022	746,138
At 1st September 2021	760,734

12. INVESTMENT PROPERTY

FAIR VALUE

At 1 September 2021	125,000
Revaluation	25,000
At 31 August 2022	150,000

NET BOOK VALUE

At 31 August 2022	150,000
At 31 August 2021	125,000

Investment property comprises the tenanted area of the freehold building owned by the charity. In accordance with FRS 102 this building has been split into its two parts and the investment property on the balance sheet represents the part of the property that is rented out.

Fair value at 31 August 2022 is represented by:

Valuation in 2022	150,000
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13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Other debtors	4,200	63
Prepayments and accrued income	53,528	88
	57,728	151

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Bank loans and overdrafts (see note 16)	9,808	9,566
Other loans (see note 16)	20,000	20,000
Other creditors	2,633	257
Social security and other taxes	4,469	4,494
Other creditors	-	817
Accruals and deferred income	4,491	3,420
	<u>41,401</u>	<u>38,554</u>

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

	2022	2021
	£	£
Bank loans (see note 16)	28,271	38,079
Other loans (see note 16)	80,000	80,000
	<u>108,271</u>	<u>118,079</u>

16. LOANS

During 2019 the charitable company received an interest free loan of £100,000 from the Everard Foundation, for which repayments are due at £20,000 per annum over a 5 year period. No repayments have yet been made. Notional interest on the loan, calculated at 2.5% above the Bank of England Base Rate, has been included as a resource expended and as an incoming resource within Donated services and gifts in kind.

17. MOVEMENT IN FUNDS

	At 1.9.21	Net movement in funds	Transfers between funds	At 31.8.22
	£	£	£	£
Unrestricted funds				
General fund	139,660	26,582	2,000	168,242
Scenarios	741	(741)	-	-
Operational Freehold Property	789,559	(15,167)	-	774,392
Revaluation reserve	20,608	273,000	-	293,608
Fair value reserve	-	25,000	-	25,000
	<u>950,568</u>	<u>308,674</u>	<u>2,000</u>	<u>1,261,242</u>
Restricted funds				
Aviva	750	(750)	-	-
Water Zone	34,667	(13,000)	-	21,667
WZ Roadcrew	22,393	(22,072)	-	321
Bruce Wake Charitable Foundation	2,000	-	(2,000)	-
	<u>59,810</u>	<u>(35,822)</u>	<u>(2,000)</u>	<u>21,988</u>
TOTAL FUNDS	<u>1,010,378</u>	<u>272,852</u>	<u>-</u>	<u>1,283,230</u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

17. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	372,769	(346,187)	-	26,582
Scenarios	-	(741)	-	(741)
Operational Freehold Property	-	(15,167)	-	(15,167)
Revaluation reserve	-	-	273,000	273,000
Fair value reserve	-	-	25,000	25,000
	<u>372,769</u>	<u>(362,095)</u>	<u>298,000</u>	<u>308,674</u>
Restricted funds				
Aviva	-	(750)	-	(750)
Water Zone	-	(13,000)	-	(13,000)
WZ Roadcrew	-	(22,072)	-	(22,072)
Randal Roof Fund	68,517	(68,517)	-	-
	<u>68,517</u>	<u>(104,339)</u>	<u>-</u>	<u>(35,822)</u>
TOTAL FUNDS	<u>441,286</u>	<u>(466,434)</u>	<u>298,000</u>	<u>272,852</u>

Comparatives for movement in funds

	At 1.9.20 £	Net movement in funds £	Transfers between funds £	At 31.8.21 £
Unrestricted funds				
General fund	65,397	68,011	6,252	139,660
Scenarios	29,496	(28,755)	-	741
Operational Freehold Property	803,559	(14,000)	-	789,559
Revaluation reserve	20,608	-	-	20,608
	<u>919,060</u>	<u>25,256</u>	<u>6,252</u>	<u>950,568</u>
Restricted funds				
Aviva	7,751	(749)	(6,252)	750
Water Zone	47,667	(13,000)	-	34,667
WZ Roadcrew	24,597	(2,204)	-	22,393
National Lottery Funding	4,953	(4,953)	-	-
Bruce Wake Charitable Foundation	2,000	-	-	2,000
	<u>86,968</u>	<u>(20,906)</u>	<u>(6,252)</u>	<u>59,810</u>
TOTAL FUNDS	<u>1,006,028</u>	<u>4,350</u>	<u>-</u>	<u>1,010,378</u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

17. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	339,018	(271,007)	68,011
Scenarios	-	(28,755)	(28,755)
Operational Freehold Property	-	(14,000)	(14,000)
	<u>339,018</u>	<u>(313,762)</u>	<u>25,256</u>
Restricted funds			
Aviva	-	(749)	(749)
Water Zone	-	(13,000)	(13,000)
WZ Roadcrew	20,000	(22,204)	(2,204)
National Lottery Funding	-	(4,953)	(4,953)
	<u>20,000</u>	<u>(40,906)</u>	<u>(20,906)</u>
TOTAL FUNDS	<u>359,018</u>	<u>(354,668)</u>	<u>4,350</u>

Unrestricted funds comprise those funds which the Trustees are free to use in accordance with the charity's objects.

Designated funds are unrestricted funds which have been earmarked for particular purposes as follows:

Expenditure on the purchase and redevelopment of Operational Premises and the creation of Scenarios, which have in whole or in part been funded out of restricted funds (see below), is transferred to separate designated funds, net of the loans secured on the assets. These funds are reduced over the useful economic lives of the assets in line with their depreciation.

Water Zone

Whilst the charity has always had a zone specifically relating to the dangers of being in or near water it had become outdated and did not cover certain risks. Thanks to a £50,000 grant from The Mick George Community Fund with added support from the Everard Foundation and The Santander Foundation the charity was able to have a new Water Zone designed, built and installed in March 2019. Funds from the aforementioned donors was specifically used for the new zone. In addition to the historic risks covered in this zone the charity now also covers the dangers of exposure to the sun, tombstoning, cold water shock and a broader coverage of dangers relating to the seaside. All the aforementioned funds were specifically used to develop the new water Zone.

WZ Roadcrew

In 2019 the Rank Foundation awarded the charity a grant of £55,000 over three years (£15k, £20k & £20k) which is to be used only for the purposes of developing Road Crew. The first tranche was received in August 2019 followed by £20K in August 2020 and £20K in August 2021 and is being used in accordance with the terms and conditions required by The Foundation.

National Lottery

The funding was to enable Warning Zone to use our expertise and experience to work directly with social workers, school Designated Safeguarding Leads (DSLs), school nurses, police personnel and parents facing online crime affecting children and young people, on a case by case basis, providing advice, information and support on specific cases or issues involving criminal online coercion of children.

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

17. MOVEMENT IN FUNDS - continued

Costs broken down: Communications and marketing £1,500; Online Crime Expert - contribution to costs £5,000; Office supplies and online platform subscriptions £200.

Bruce Wake Charitable Trust

£2,000 contribution to a mobility lift to be installed at Warning Zone when the full cost has been raised.

18. EMPLOYEE BENEFIT OBLIGATIONS

The charity operates a pension scheme. The assets of the scheme are held separately from those of the charity within independently administered funds. The charge for the year was £4,053 (2021: £3,509). Contributions of £nil (2021: £818) were unpaid at the year end.

19. RELATED PARTY DISCLOSURES

During the period the company purchased goods and services from Signum Corporate Communications Limited, amounting to £12,850 (2021: £7,072). An amount of £708 (2021: £nil) was owed to Signum Corporate Communications Limited at the year end.

Mr AM Kapur, trustee, is a director of Signum Corporate Communications Limited.

WARNING ZONE LIMITED

England & Wales - Charity number 1113659

Accounts

REGISTERED COMPANY NUMBER: 05304570 (England and Wales)
REGISTERED CHARITY NUMBER: 1113659

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021
FOR
WARNING ZONE LIMITED**

Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
Leicestershire
LE1 7RU

WARNING ZONE LIMITED

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WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2021

The Trustees present their report with the financial statements of the Charity for the year ended 31 August 2021. The Trustees have adopted the provisions of the Financial Reporting Standard 102, the Charities Act 2011 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

OBJECTIVES AND ACTIVITIES

Significant activities

Objectives

The charity strives to maintain its position as the leading organisation delivering safeguarding programmes to children and young people in the East Midlands.

Activities

With the expectation that lockdown restrictions would lift in the Autumn term of 2020, staff and volunteers prepared for a re-opening date of October. This was generally welcomed by schools and, although some still remained cautious, bookings were taken, and groups of school children began to return to attend sessions at Frog Island. We were not able to conduct Road Crew sessions at this time for safety reasons, given the large numbers of young people attending any one session.

This re-opening met with mixed success, as schools were occasionally forced to cancel their visit due to detection of Covid cases amongst the cohort due to visit, so attendance was sporadic and unpredictable. The renewed lockdown status in December meant that suspension of all activities once again became inevitable.

This was a source of disappointment and frustration to all concerned; however, the Board were consistent in exercising caution at all times and have met regularly with the CEO to keep the situation under review.

As 2021 progressed further and lockdown measures relaxed into the spring, the decision was taken to re-open in May. Due to social distancing measures still being very much in place, there was a requirement to reduce the number of places available at any one session, but this did not deter schools and every session available was booked until the end of the academic year.

Frog Island remained open during the summer holidays to accommodate additional sessions for young people who had missed out on their visit during the year. These were very well attended and brought a number of parents into the centre to accompany their children.

The centre is now fully booked for academic year 2021/22 and bookings are being taken again for Road Crew sessions.

The charity recognises the critical importance of remaining current with regards to the ever-changing nature of risks which can have such a negative impact on children and young people. It also recognises that many young people have not been able to access important messages on staying safe and managing risks during the pandemic. The staff have developed a series of activities which can be delivered by teaching staff in schools, and which complement the learning that would take place during a safety centre session. This forms part of a wider plan to increase the scope of the safety centre sessions.

The charity remains indebted to its volunteers without whose dedication and professionalism our programmes could not be delivered. Volunteer numbers have reduced during Covid. Older volunteers have been understandably concerned about risks to remaining healthy and our young volunteers have mostly been affected by university responses to the pandemic. A new recruitment programme is underway to ensure that our guiding needs can be met during 2021/22.

WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2021

FINANCIAL REVIEW

Financial review

Financial review

At the start of the period under review the charity held an outstanding debt of £100,000 in the form of an interest free, unsecured loan to be repaid over 5 years at £20,000 per year. Trustees were confident that this charity could continue to meet its repayment obligations.

Frog Island school visits were severely impacted during lockdown, which had an impact upon income. Schools, however, are keen to return to the centre and bookings for the summer term and the new academic year have been quickly filled.

Fundraising activity remained curtailed in terms of traditional events, however, applications to grant making bodies continued to be successful and two virtual events also contributed to income. Corporate support also hesitated for a while as companies were uncertain about their own position in the pandemic. However, as restrictions eased, longstanding offers of support started to be realised.

Warning Zone continued to take advantage of the Job Retention Scheme and the flexibility of this opportunity has enabled the charity to continue its operations, albeit in a limited way, whilst still mitigating some of its costs.

In June 2020 Warning Zone was successful in its application for a government Coronavirus Bounce Back loan of £50,000 and the charity is on target to meet its repayment obligations. The Trustees also explored at length the option of a CBIL but ultimately decided against taking up this offer. It was felt that the cashflow projections at the time were satisfactory enough to manage without additional debt and that the loan guarantees, to include all assets of the charity, were higher than the loan value merited.

Whilst the net assets of the charity have increased it should be remembered that its main asset, namely the building it owns and occupies, is fully utilised to deliver the safeguarding programmes to visitors. In other words, it is designed and equipped with the sole purpose in mind of carrying out the business of the charity.

Reserves policy

The charity requires General Reserves, that is, funds that are freely available for the Trustees to spend in furtherance of the objects, in order to bridge the funding gap between spending on the operational activities and receiving resources through grants that provide funding.

The Trustees believe that an ideal level of General Reserves, excluding those designated for fixed assets, would be equivalent to approximately three months fixed expenditure which, based on existing budgets, will be approximately £65,000.

At 31 August 2021, the General Reserves were £139,660. The Trustees continue to explore all avenues to improve this position and are mindful that they will need to use management accounts and other financial information to monitor the level of reserves to ensure that they remain both appropriate and adequate for the charity's needs.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity was incorporated on 3rd December 2004 as a company limited by guarantee, not having a share capital, and is governed by its Memorandum and Articles of Association of that date. It was registered as a charity by the Charity Commissioners for England and Wales on 6th April 2006.

Each of the members has agreed to contribute the sum of £1 in the event of the charity being wound up.

WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Recruitment and appointment of new trustees

Trustees are nominated from persons who through residence, occupation, employment or otherwise have special knowledge of the area of benefit, or who are otherwise able, by virtue of their personal or professional qualifications, to make a significant contribution to the pursuit of the objects or the management of the charity.

Induction and training of new trustees

New trustees are briefed on their legal obligations under charity and company law, the contents of the Memorandum and Articles of Association, the committee and decision making processes, the business plan and recent financial performance of the company. During the briefing they are also given a tour of the charity's premises and are introduced to the employees and other trustees. All trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

05304570 (England and Wales)

Registered Charity number

1113659

Registered office

30 Frog Island
off North Bridge Place
Leicester
Leicestershire
LE3 5AG

Trustees

Mrs H L Johnson
Mr A M Kapur
Mr G D Arthur
Mr C Mitchell
Mrs L H Foulkes-Arnold
Colonel R C J Martin

Independent Examiner

Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
Leicestershire
LE1 7RU

Bankers

HSBC Bank plc
2-6 Gallowtree Gate
Leicester
LE1 1DA

Honorary Treasurer

Mr A M Kapur is the Honorary Treasurer of the charity.

WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2021**

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 17 March 2022 and signed on its behalf by:

Mrs L H Foulkes-Arnold - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)

Independent examiner's report to the trustees of Warning Zone Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 August 2021.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

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

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our work, for this report, or for the opinions we have formed.

Mr P Bott FCA
Institute of Chartered Accountants in England and Wales
Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
Leicestershire
LE1 7RU

17 March 2022

WARNING ZONE LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 AUGUST 2021

	Notes	Unrestricted fund £	Designated Funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies	2	290,772	-	20,000	310,772	255,738
Charitable activities	5					
Contribution Towards Programme Delivery		17,482	-	-	17,482	58,862
Other trading activities	3	30,757	-	-	30,757	37,480
Investment income	4	7	-	-	7	33
Total		339,018	-	20,000	359,018	352,113
EXPENDITURE ON						
Raising funds	6	790	-	-	790	4,433
Charitable activities						
Programme Delivery		270,217	42,756	40,905	353,878	372,436
Total		271,007	42,756	40,905	354,668	376,869
NET INCOME/(EXPENDITURE)		68,011	(42,756)	(20,905)	4,350	(24,756)
Transfers between funds	17	6,252	-	(6,252)	-	-
Net movement in funds		74,263	(42,756)	(27,157)	4,350	(24,756)
RECONCILIATION OF FUNDS						
Total funds brought forward		65,397	853,663	86,968	1,006,028	1,030,784
TOTAL FUNDS CARRIED FORWARD		139,660	810,907	59,811	1,010,378	1,006,028

The notes form part of these financial statements

WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)**BALANCE SHEET**
31 AUGUST 2021

	Notes	Unrestricted fund £	Designated Funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
FIXED ASSETS						
Tangible assets	11	13,633	785,908	35,713	835,254	884,164
Investment property	12	-	125,000	-	125,000	125,000
		13,633	910,908	35,713	960,254	1,009,164
CURRENT ASSETS						
Debtors	13	151	-	-	151	6,364
Cash at bank and in hand		182,509	-	24,097	206,606	148,730
		182,660	-	24,097	206,757	155,094
CREDITORS						
Amounts falling due within one year	14	(18,554)	(20,000)	-	(38,554)	(28,230)
NET CURRENT ASSETS		164,106	(20,000)	24,097	168,203	126,864
TOTAL ASSETS LESS CURRENT LIABILITIES		177,739	890,908	59,810	1,128,457	1,136,028
CREDITORS						
Amounts falling due after more than one year	15	(38,079)	(80,000)	-	(118,079)	(130,000)
NET ASSETS		139,660	810,908	59,810	1,010,378	1,006,028
FUNDS	17					
Unrestricted funds:						
General fund					139,660	65,397
Scenarios					741	29,496
Operational Freehold Property					789,559	803,559
Revaluation reserve					20,608	20,608
					950,568	919,060
Restricted funds					59,810	86,968
TOTAL FUNDS					1,010,378	1,006,028

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2021.

The notes form part of these financial statements

WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)

BALANCE SHEET - continued **31 AUGUST 2021**

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2021 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

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

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

The financial statements were approved by the Board of Trustees and authorised for issue on 17 March 2022 and were signed on its behalf by:

Mrs L H Foulkes-Arnold - Trustee

Mr A M Kapur - Trustee

The notes form part of these financial statements

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

Financial reporting standard 102 - reduced disclosure exemptions

The charitable company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Expenditure of a capital nature is capitalised at cost (or at value to the charity in the case of donated assets) as fixed assets within the relevant fund. Depreciation is provided on a straight-line basis so as to write off fixed assets over their anticipated useful economic lives and is charged to the relevant fund as follows:

Operational freehold property	At 2% per annum
Scenarios	At 20% per annum
Fixtures & fittings	At 20% per annum
Office and I.T. equipment	At 33% per annum
Motor vehicles	At 20% per annum

Scenarios includes all expenditure incurred, including the purchase of equipment, in creating life like simulations to educate visitors to the safety centre in personal safety and social responsibility issues in the home and the community.

No depreciation is provided on assets which are in the course of construction, prior to being brought into operational use, or on freehold land.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in market value is included within the SOFA and a fair value reserve as part of unrestricted funds.

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2021

1. ACCOUNTING POLICIES - continued

Taxation

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

Fund accounting

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

Designated funds are unrestricted funds which the Trustees have earmarked for particular purposes.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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

Pension costs and other post-retirement benefits

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

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Creditors

Short term trade creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Going Concern

The trustees have a reasonable expectation that 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.

Government Grants

Government grants received under the job retention scheme are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate.

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2021

2. DONATIONS AND LEGACIES

	2021 £	2020 £
Donations	113,027	89,235
Grants	131,921	109,500
Donated services and facilities	14,925	16,767
Government Grants	50,899	40,236
	<u>310,772</u>	<u>255,738</u>

During the year the company received monies under the Conronavirus Job Retention Scheme being £50,899 in wages.

Donated services and facilities, included in the above, are as follows:

	Year Ended 31.8.21 £	Year Ended 31.8.20 £
Services of a seconded Fire Officer	12,170	10,866
Notional interest on interest-free/preferential loans	2,600	3,250
Miscellaneous	155	2,651
	<u>14,925</u>	<u>16,767</u>

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

	2021 £	2020 £
Office of the Police and Crime Commissioner	50,000	50,000
Leicester, Leicestershire and Rutland Road Safety Partnership	12,500	10,000
The Rank Foundation	43,199	20,000
St Philip's Centre	19,250	17,000
National Lottery Funding	-	6,700
Other grants	6,972	5,800
	<u>131,921</u>	<u>109,500</u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2021

3. OTHER TRADING ACTIVITIES

	2021	2020
	£	£
Fundraising events	9,036	10,037
Rental income	21,721	27,443
	<u>30,757</u>	<u>37,480</u>

4. INVESTMENT INCOME

	2021	2020
	£	£
Deposit account interest	7	33
	<u>7</u>	<u>33</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	2021	2020
	£	£
Direct income from schools	17,482	58,862
Activity Contribution Towards Programme Delivery		
	<u>17,482</u>	<u>58,862</u>

6. RAISING FUNDS

Raising donations and legacies

	2021	2020
	£	£
Fundraising events	790	4,433
	<u>790</u>	<u>4,433</u>

7. NET INCOME/(EXPENDITURE)

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

	2021	2020
	£	£
Independent examiners remuneration	3,402	3,300
Depreciation - owned assets	61,560	62,701
	<u>61,560</u>	<u>62,701</u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2021

8. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2021 nor for the year ended 31 August 2020.

9. STAFF COSTS

	2021 £	2020 £
Wages and salaries	198,663	197,941
Social security costs	13,765	9,569
Other pension costs	3,509	3,236
	<u>215,937</u>	<u>210,746</u>

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

	2021 <u>12</u>	2020 <u>12</u>
Employees		

No employees received emoluments in excess of £60,000.

Included within staff costs is £12,170 (2020: £10,866) being the deemed expense in relation to the donated services of the seconded Fire Officer(s).

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - 31 AUGUST 2020

	Unrestricted fund £	Designated Funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies	227,038	-	28,700	255,738
Charitable activities				
Contribution Towards Programme Delivery	58,862	-	-	58,862
Other trading activities	37,480	-	-	37,480
Investment income	33	-	-	33
Total	<u>323,413</u>	<u>-</u>	<u>28,700</u>	<u>352,113</u>
EXPENDITURE ON				
Raising funds	4,433	-	-	4,433

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2021

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - 31 AUGUST 2020 - continued

	Unrestricted fund £	Designated Funds £	Restricted funds £	Total funds £
Charitable activities				
Programme Delivery	304,139	42,397	25,900	372,436
Total	308,572	42,397	25,900	376,869
NET INCOME/(EXPENDITURE)	14,841	(42,397)	2,800	(24,756)
RECONCILIATION OF FUNDS				
Total funds brought forward	50,556	896,060	84,168	1,030,784
TOTAL FUNDS CARRIED FORWARD	65,397	853,663	86,968	1,006,028

11. TANGIBLE FIXED ASSETS

	Freehold property £	Scenarios £	Fixtures and fittings £
COST			
At 1 September 2020	875,000	405,693	45,240
Additions	-	-	10,890
At 31 August 2021	875,000	405,693	56,130
DEPRECIATION			
At 1 September 2020	75,833	326,976	43,310
Charge for year	14,000	41,755	3,053
At 31 August 2021	89,833	368,731	46,363
NET BOOK VALUE			
At 31 August 2021	785,167	36,962	9,767
At 31 August 2020	799,167	78,717	1,930

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2021

11. TANGIBLE FIXED ASSETS - continued

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 September 2020	7,800	43,818	1,377,551
Additions	-	1,760	12,650
At 31 August 2021	7,800	45,578	1,390,201
DEPRECIATION			
At 1 September 2020	4,680	42,588	493,387
Charge for year	1,560	1,192	61,560
At 31 August 2021	6,240	43,780	554,947
NET BOOK VALUE			
At 31 August 2021	1,560	1,798	835,254
At 31 August 2020	3,120	1,230	884,164

Operational freehold property consists of the commercial premises at Frog Island, Leicester which the charity purchased in December 2009 for £418,695, including professional fees of £4,045 which were paid for by a benefactor. Subsequent capital expenditure has been incurred in the redevelopment of the premises into a state of the art centre and operational headquarters for the charity. Alongside this redevelopment, the property has been fitted out with a series of interactive safety Scenarios.

The property is occupied in the main by the charity for charitable purposes, however 12.5% of the property is also rented out to a third party. The freehold property on the balance sheet represents the part of the property occupied by the charity.

The company has taken advantage of the transitional arrangements and adopted the valuation of the property as cost for the future. No further revaluations, other than any required for impairment, will be recognised in the accounts. The recent valuation undertaken by APB (Leicester) LLP Chartered Surveyors at an open market value of £1,000,000 has been adopted.

No depreciation is provided on the cost of land included within the freehold property. The estimated cost of land attributable to the freehold portion is £175,000.

If no revaluation had been undertaken the portion attributable to freehold property would show at the following historical cost.

	£
Cost	
At 1st September 2020 and 31 August 2021	904,814
Depreciation based on cost	
At 1st September 2020	129,484
Charge for the year	14,596

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2021

11. TANGIBLE FIXED ASSETS - continued

At 31 August 2021	144,080
Net book value	
At 31 August 2021	760,734
At 1st September 2020	775,330

12. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 September 2020 and 31 August 2021	125,000
NET BOOK VALUE	
At 31 August 2021	125,000
At 31 August 2020	125,000

Investment property comprises the tenanted area of the freehold building owned by the charity. In accordance with FRS 102 this building has been split into its two parts and the investment property on the balance sheet represents the part of the property that is rented out.

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Other debtors	63	6,276
Prepayments and accrued income	88	88
	151	6,364

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2021

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Bank loans and overdrafts (see note 16)	9,566	-
Other loans (see note 16)	20,000	20,000
Other creditors	257	85
Social security and other taxes	4,494	3,119
Other creditors	817	640
Accruals and deferred income	3,420	4,386
	<u>38,554</u>	<u>28,230</u>

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

	2021	2020
	£	£
Bank loans (see note 16)	38,079	50,000
Other loans (see note 16)	80,000	80,000
	<u>118,079</u>	<u>130,000</u>

16. LOANS

During 2019 the charitable company received an interest free loan of £100,000 from the Everard Foundation, for which repayments are due at £20,000 per annum over a 5 year period. No repayments have yet been made. Notional interest on the loan, calculated at 2.5% above the Bank of England Base Rate, has been included as a resource expended and as an incoming resource within Donated services and gifts in kind.

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2021

17. MOVEMENT IN FUNDS

	At 1.9.20 £	Net movement in funds £	Transfers between funds £	At 31.8.21 £
Unrestricted funds				
General fund	65,397	68,011	6,252	139,660
Scenarios	29,496	(28,755)	-	741
Operational Freehold Property	803,559	(14,000)	-	789,559
Revaluation reserve	20,608	-	-	20,608
	<u>919,060</u>	<u>25,256</u>	<u>6,252</u>	<u>950,568</u>
Restricted funds				
Aviva	7,751	(749)	(6,252)	750
Water Zone	47,667	(13,000)	-	34,667
WZ Roadcrew	24,597	(2,204)	-	22,393
National Lottery Funding	4,953	(4,953)	-	-
Bruce Wake Charitable Foundation	2,000	-	-	2,000
	<u>86,968</u>	<u>(20,906)</u>	<u>(6,252)</u>	<u>59,810</u>
TOTAL FUNDS	<u><u>1,006,028</u></u>	<u><u>4,350</u></u>	<u><u>-</u></u>	<u><u>1,010,378</u></u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	339,018	(271,007)	68,011
Scenarios	-	(28,755)	(28,755)
Operational Freehold Property	-	(14,000)	(14,000)
	<u>339,018</u>	<u>(313,762)</u>	<u>25,256</u>
Restricted funds			
Aviva	-	(749)	(749)
Water Zone	-	(13,000)	(13,000)
WZ Roadcrew	20,000	(22,204)	(2,204)
National Lottery Funding	-	(4,953)	(4,953)
	<u>20,000</u>	<u>(40,906)</u>	<u>(20,906)</u>
TOTAL FUNDS	<u><u>359,018</u></u>	<u><u>(354,668)</u></u>	<u><u>4,350</u></u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2021

17. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.9.19 £	Net movement in funds £	At 31.8.20 £
Unrestricted funds			
General fund	50,556	14,841	65,397
Scenarios	57,893	(28,397)	29,496
Operational Freehold Property	817,559	(14,000)	803,559
Revaluation reserve	20,608	-	20,608
	<u>946,616</u>	<u>(27,556)</u>	<u>919,060</u>
Restricted funds			
Aviva	8,501	(750)	7,751
Water Zone	60,667	(13,000)	47,667
WZ Roadcrew	15,000	9,597	24,597
National Lottery Funding	-	4,953	4,953
Bruce Wake Charitable Foundation	-	2,000	2,000
	<u>84,168</u>	<u>2,800</u>	<u>86,968</u>
TOTAL FUNDS	<u>1,030,784</u>	<u>(24,756)</u>	<u>1,006,028</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	323,413	(308,572)	14,841
Scenarios	-	(28,397)	(28,397)
Operational Freehold Property	-	(14,000)	(14,000)
	<u>323,413</u>	<u>(350,969)</u>	<u>(27,556)</u>
Restricted funds			
Aviva	-	(750)	(750)
Water Zone	-	(13,000)	(13,000)
WZ Roadcrew	20,000	(10,403)	9,597
National Lottery Funding	6,700	(1,747)	4,953
Bruce Wake Charitable Foundation	2,000	-	2,000
	<u>28,700</u>	<u>(25,900)</u>	<u>2,800</u>
TOTAL FUNDS	<u>352,113</u>	<u>(376,869)</u>	<u>(24,756)</u>

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2021

17. MOVEMENT IN FUNDS - continued

Unrestricted funds comprise those funds which the Trustees are free to use in accordance with the charity's objects.

Designated funds are unrestricted funds which have been earmarked for particular purposes as follows:

Expenditure on the purchase and redevelopment of Operational Premises and the creation of Scenarios, which have in whole or in part been funded out of restricted funds (see below), is transferred to separate designated funds, net of the loans secured on the assets. These funds are reduced over the useful economic lives of the assets in line with their depreciation.

Water Zone

Whilst the charity has always had a zone specifically relating to the dangers of being in or near water it had become outdated and did not cover certain risks. Thanks to a £50,000 grant from The Mick George Community Fund with added support from the Everard Foundation and The Santander Foundation the charity was able to have a new Water Zone designed, built and installed in March 2019. Funds from the aforementioned donors was specifically used for the new zone. In addition to the historic risks covered in this zone the charity now also covers the dangers of exposure to the sun, tombstoning, cold water shock and a broader coverage of dangers relating to the seaside. All the aforementioned funds were specifically used to develop the new water Zone.

WZ Roadcrew

In 2019 the Rank Foundation awarded the charity a grant of £55,000 over three years (£15k, £20k & £20k) which is to be used only for the purposes of developing Road Crew. The first tranche was received in August 2019 followed by £20K in August 2020 and £20K in August 2021 and is being used in accordance with the terms and conditions required by The Foundation.

National Lottery

The funding was to enable Warning Zone to use our expertise and experience to work directly with social workers, school Designated Safeguarding Leads (DSLs), school nurses, police personnel and parents facing online crime affecting children and young people, on a case by case basis, providing advice, information and support on specific cases or issues involving criminal online coercion of children.

Costs broken down: Communications and marketing £1,500; Online Crime Expert - contribution to costs £5,000; Office supplies and online platform subscriptions £200.

Bruce Wake Charitable Trust

£2,000 contribution to a mobility lift to be installed at Warning Zone when the full cost has been raised.

WARNING ZONE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2021

18. EMPLOYEE BENEFIT OBLIGATIONS

The charity operates a pension scheme. The assets of the scheme are held separately from those of the charity within independently administered funds. The charge for the year was £3,509 (2020: £3,236). Contributions of £818 (2020: £640) were unpaid at the year end.

19. RELATED PARTY DISCLOSURES

During the period the company purchased goods and services from Signum Corporate Communications Limited, amounting to £7,072 (2020: £6,246). An amount of £nil (2020: £nil) was owed to Signum Corporate Communications Limited at the year end.

Mr AM Kapur, trustee, is a director of Signum Corporate Communications Limited.

WARNING ZONE LIMITED

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2021

	2021 £	2020 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	113,027	89,235
Grants	131,921	109,500
Donated services and facilities	14,925	16,767
Government Grants	50,899	40,236
	310,772	255,738
Other trading activities		
Fundraising events	9,036	10,037
Rental income	21,721	27,443
	30,757	37,480
Investment income		
Deposit account interest	7	33
Charitable activities		
Direct income from schools	17,482	58,862
Total incoming resources	359,018	352,113
EXPENDITURE		
Raising donations and legacies		
Fundraising events	790	4,433
Charitable activities		
Wages	198,663	197,941
Social security	13,765	9,569
Pensions	3,509	3,236
Rates and water	879	2,328
Insurance	11,674	11,358
Light and heat	10,396	13,383
Telephone and IT	7,370	6,444
Postage and stationery	1,700	2,438
Advertising	1,139	2,896
Sundries	2,393	859
Carried forward	251,488	250,452

This page does not form part of the statutory financial statements

WARNING ZONE LIMITED

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2021

	2021 £	2020 £
Charitable activities		
Brought forward	251,488	250,452
Travel and subsistence	6,191	7,329
Training	420	1,392
Cleaning	6,624	11,087
Subscriptions	955	442
Repairs and maintenance	18,070	22,228
Freehold property	14,000	14,000
Scenarios	41,755	41,635
Fixtures and fittings	3,053	2,657
Motor vehicles	1,560	1,560
Computer equipment	1,193	2,848
Bank charges	935	1,037
Loan interest	2,908	4,500
	<u>349,152</u>	<u>361,167</u>
Support costs		
Governance costs		
Independent examiners remuneration	3,402	3,300
Legal fees	1,324	7,969
	<u>4,726</u>	<u>11,269</u>
Total resources expended	<u>354,668</u>	<u>376,869</u>
Net income/(expenditure)	<u><u>4,350</u></u>	<u><u>(24,756)</u></u>

This page does not form part of the statutory financial statements