

**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**

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FOR THE YEAR ENDED 31 AUGUST 2023**

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# **WARNING ZONE LIMITED (REGISTERED NUMBER: 05304570)**

## **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2023**

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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**

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### **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**

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### **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)**

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## **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 £
<b>INCOME AND ENDOWMENTS FROM</b>						
Donations and legacies	2	319,737	-	-	319,737	284,953
<b>Charitable activities</b>						
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
<b>Total</b>		<b>489,797</b>	<b>-</b>	<b>-</b>	<b>489,797</b>	<b>441,286</b>
<b>EXPENDITURE ON</b>						
Raising funds	6	10,655	-	-	10,655	5,855
<b>Charitable activities</b>						
Programme Delivery		399,634	16,800	13,236	429,670	460,579
<b>Total</b>		<b>410,289</b>	<b>16,800</b>	<b>13,236</b>	<b>440,325</b>	<b>466,434</b>
<b>NET INCOME/(EXPENDITURE)</b>						
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
<b>Net movement in funds</b>		<b>59,508</b>	<b>3,200</b>	<b>(13,236)</b>	<b>49,472</b>	<b>272,852</b>
<b>RECONCILIATION OF FUNDS</b>						
Total funds brought forward		168,242	1,093,000	21,988	1,283,230	1,010,378
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>227,750</b>	<b>1,096,200</b>	<b>8,752</b>	<b>1,332,702</b>	<b>1,283,230</b>

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 £
<b>FIXED ASSETS</b>						
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>
<b>CURRENT ASSETS</b>						
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>
<b>CREDITORS</b>						
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>
<b>NET CURRENT ASSETS</b>						
		<u>245,965</u>	<u>1,156,200</u>	<u>8,752</u>	<u>1,410,917</u>	<u>1,391,501</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>						
		<u>227,750</u>	<u>1,096,200</u>	<u>8,752</u>	<u>1,332,702</u>	<u>1,283,230</u>
<b>CREDITORS</b>						
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>
<b>NET ASSETS</b>						
		<u>227,750</u>	<u>1,096,200</u>	<u>8,752</u>	<u>1,332,702</u>	<u>1,283,230</u>
<b>FUNDS</b>	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
<b>TOTAL FUNDS</b>					<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**

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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

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### 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:

<b>Operational freehold property</b>	At 2% per annum
<b>Scenarios</b>	At 20% per annum
<b>Fixtures &amp; fittings</b>	At 20% per annum
<b>Office and I.T. equipment</b>	At 33% per annum
<b>Motor vehicles</b>	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

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

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

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

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	<b>150,000</b>

### 13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

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

### 14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

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

# 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 £
<b>Unrestricted funds</b>				
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>
<b>Restricted funds</b>				
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>
<b>TOTAL FUNDS</b>	<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 £
<b>Unrestricted funds</b>			
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>
<b>Restricted funds</b>			
Water Zone	-	(13,000)	(13,000)
WZ Roadcrew	-	(236)	(236)
	<u>-</u>	<u>(13,236)</u>	<u>(13,236)</u>
<b>TOTAL FUNDS</b>	<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 £
<b>Unrestricted funds</b>				
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>
<b>Restricted funds</b>				
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>
<b>TOTAL FUNDS</b>	<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 £
<b>Unrestricted funds</b>				
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>
<b>Restricted funds</b>				
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>
<b>TOTAL FUNDS</b>	<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

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#### 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 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Donations	202,374	114,743
Grants	95,170	151,080
Donated services and facilities	22,193	19,130
	<b>319,737</b>	<b>284,953</b>
<b>Other trading activities</b>		
Fundraising events	26,133	29,223
Rental income	28,320	28,025
	<b>54,453</b>	<b>57,248</b>
<b>Investment income</b>		
Deposit account interest	942	27
<b>Charitable activities</b>		
Direct income from schools	114,665	99,058
<b>Total incoming resources</b>	<b>489,797</b>	<b>441,286</b>
<b>EXPENDITURE</b>		
<b>Raising donations and legacies</b>		
Fundraising events	10,655	5,855
<b>Charitable activities</b>		
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	<b>388,444</b>	<b>424,483</b>

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## WARNING ZONE LIMITED

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

	2023 £	2022 £
<b>Charitable activities</b>		
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>
<b>Support costs</b>		
<b>Governance costs</b>		
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>
<b>Net income/(expenditure)</b>	<u><u>49,472</u></u>	<u><u>(25,148)</u></u>

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