

**COMPANY NUMBER:06035040
CHARITY NUMBER: 1118277
INTERNATIONAL ANIMAL RESCUE
(LIMITED BY GUARANTEE)**

**REPORT OF THE TRUSTEES
AND FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31ST DECEMBER 2021



Dedicated to the rescue and rehabilitation of suffering animals

www.internationalanimalrescue.org

**INTERNATIONAL ANIMAL RESCUE
(LIMITED BY GUARANTEE)**

**REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS
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LEGAL AND ADMINISTRATIVE INFORMATION

Registered company number: 06035040

Registered charity number: 1118277

Trustees: P G Bennett M.A. (Hons)(Cantab) Dip.Ed. (NZ)
– Chairman
P Cassar BSc(Hons) BDS
L Milella BVCC DipEVDC MRCVS
A Bruce

Chief Executive Officer: A Knight OBE BSc(Hons)

**Chief Financial
Operating Officer:** G Bruce

Registered Office: Lime House
Regency Close
Uckfield
East Sussex
TN22 1DS

Statutory Auditors: Clark Brownscombe Limited
Chartered Accountants & Statutory Auditors
2 St Andrews Place
Lewes
East Sussex
BN7 1UP

Principal bankers: The Co-operative Bank plc.
242 High Street
Exeter
EX4 3QB

Solicitors: Bennett, Griffin LLP
Shelley House
23 Warwick Street
Worthing
West Sussex
BN11 3DG

Investment Advisors: Rathbone Greenbank Investments
10 Queen Square
Bristol
BS1 4NT

**INTERNATIONAL ANIMAL RESCUE
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**REPORT OF THE TRUSTEES
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The Trustees have pleasure in presenting their annual report and financial statements for the year ended 31st December 2021.

Structure

International Animal Rescue (IAR) is a company limited by guarantee and is a registered charity. It is governed by its Memorandum and Articles of Association dated 21st December 2006.

The Trustees of the charitable company are its trustees for the purposes of Company Law. Throughout this report they are collectively referred to as Trustees.

Legal and administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements, the Memorandum and Articles of Association, the Companies Act 2006 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities.

History and Formation of International Animal Rescue (Limited by Guarantee)

On 1st January 2008 the net assets of International Animal Rescue (The Tillyer Foundation) were transferred into the company whose new charity number is 1118277. International Animal Rescue was originally registered with the Charity Commission in 1989 under charity number 802132, which became dormant after the change in structure in January 2008.

Recruitment of Trustees

In accordance with the Articles of Association, the number of trustees shall be no less than three but are not subject to any maximum.

New trustees may be appointed by ordinary resolution. Every new trustee shall sign in the minute book a declaration of acceptance and of willingness to act as a trustee of the Charity.

Trustees are recruited as required or when a particular skill gap is identified. Trustees are selected based on what they can contribute to the Charity. Trustees need to be prepared to take an active part in the running of the Charity and therefore need to be able - and willing - to give time to the efficient administration of the Charity and the fulfilment of its objectives.

Prospective trustees are required to consider whether there would be any possible conflicts of interest if they were to be appointed as a trustee. It is particularly important that the individual is free to make a full contribution to the trustees' discussions and decisions.

When recruiting new Charity trustees, the existing trustees ensure they understand the purposes and aims of the Charity, as well as their broader duties and responsibilities as trustees so that they are able to explain to prospective trustees what is required of them.

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Organisation and Management

In terms of organisational structure the Trustees are responsible for the strategic direction of the Charity, governance and charting performance against the budget which is prepared annually. Investment decisions regarding the funds of the Charity, as well as decisions regarding expansion into new territories are made by the Trustees.

The Chief Executive is responsible for the day to day operational management of the Charity, reporting on progress to the Trustees at the scheduled Trustees' meetings. If there are extraordinary issues that need to be brought to the attention of the Trustees, extra meetings are scheduled as required. The Chief Executive is responsible for maintaining relationships with partner charities, staff management, recommending projects to the Trustees and annual financial performance.

The Chief Executive is supported by a small management team who are responsible for functional areas within the Charity. These functional heads provide periodic reports for the Trustees.

Affiliates

International Animal Rescue is affiliated and provides funding to several other independent groups. Yayasan IAR Indonesia runs primate rescue and rehabilitation centres in Java and Borneo, Indonesia; International Animal Rescue Costa Rica runs our wildlife protection effort in Costa Rica; International Animal Rescue USA serves the North American territory with education and information relating to the projects that International Animal Rescue supports. As a group, the independent International Animal Rescue Charities share common goals and objectives.

Partners

In addition to the affiliate group, International Animal Rescue also works very closely with several International partner organisations. International Animal Rescue is a major funder of Wildlife SOS (India) who are responsible for the Dancing Bear Project in India. In addition, International Animal Rescue provides funding for its partner Catastrophes Cat Rescue, which provides care for older and unwell cats in the UK. Other partner groups are FPWC (Armenia), British Divers Marine Life Rescue (UK), East Sussex Wildlife Rescue and Ambulance Service (UK), Animal Protection Agency – APA (UK), Goan Strays (India) and Friendicoes SECA (India).

Risk Management

The Trustees have prepared a risk assessment document for the Charity. This covers risks regarding data, continuity, succession and liability.

The trustees review the major risks to which the Charity is exposed on a regular basis and systems are implemented whenever possible to mitigate these risks. The Trustees believe that there is a satisfactory system of internal controls which are also reviewed on a regular basis.

Objectives

For the benefit of the public to: (a) relieve the suffering of animals in need of care and attention and to provide rescue facilities for the reception, care, rehabilitation and reintroduction back into the wild of such animals; (b) promote the conservation, protection and improvement of the physical and natural environment and support the development of sustainable ecosystems.

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International Animal Rescue works with expert affiliate and partner groups on projects that will make a significant impact on animal welfare and conservation issues. The Charity engages with local and national governments internationally, as support from the state combined with efforts on the ground gives the various projects the best chance of success.

The main objectives for 2021 were;

- Develop holistic mitigation strategies to protect wildlife, habitats and the natural environment.
- Work with Wildlife SOS (India) to provide safe sanctuary for the rescued dancing bears in India and continue to rescue bears that are threatened;
- Support the rehabilitation and release program of macaques in Indonesia;
- Work to mitigate the illegal pet trade in Indonesia as well as continue the rescue, rehabilitation and release of the slow loris;
- Continue and monitor the orangutan release programme;
- Continue the Great Bear Rescue programme for Armenia;
- Develop our wildlife protection work in Costa Rica;
- Continue to support Catastrophes Cat Rescue in the UK.
- Continue to sustainably grow the UK charity in an efficient manner; increasing fundraising capacity with minimal increase in overhead.
- Develop digital supporter strategies to reflect the importance of digital media and social networks.

Public Benefit

In consideration of The Charities Act 2011 definition of charitable purpose; the Trustees of International Animal Rescue consider that the objectives and activities of the Charity are for the public benefit by supporting the advancement of animal welfare. In setting the programme each year the Trustees have regard to both the Charity Commission's general guidance on public benefit and the advancement of animal welfare for the public benefit. The Trustees always ensure that the programmes undertaken are in line with the charitable objectives and aims. The activities, which are described in more detail in a separate section below, cover the following charitable purposes for public benefit;

- promoting kindness and to prevent or suppress cruelty to animals;
- building and funding animal sanctuaries in the UK and overseas;
- provision of veterinary care and treatment to animals;
- care and re-homing of animals that are abandoned, mistreated or lost;
- conservation of endangered wildlife;
- mitigation strategies of the illegal wildlife trade;
- spaying and neutering projects for feral animal control;
- rescue, rehabilitation and release of wild animals; and
- conserving habitats and protecting the natural environment.

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Review of activities

This section provides an overview of the various programmes that are supported by International Animal Rescue.

At International Animal Rescue, our vision is of a world where humans and animals coexist in sustainable ecosystems. The team see first-hand the impact of human activity and climate change on precious ecosystems. Habitat loss is one of the most critical factors impacting biodiversity. One of the biggest threats to the survival of other species on the planet, is the rate at which humanity is transforming the natural landscape, through building roads and cities, and converting land to grow food. IAR's mission is to build awareness and put effective systems in place so that habitats and animals are protected.

Covid-19 Pandemic

As in 2020, the impact of the coronavirus pandemic continued throughout 2021; IAR's projects adapted during the previous year to cope with the challenging conditions. Gradually, vaccines were rolled out around the globe and communities started to move towards a new normal. Government imposed lockdowns prevailed throughout the year as the economy went through a stop/start process.

Travel restrictions and high costs of materials continued to have a significant impact on the projects. At the same time, as restrictions were eased, IAR had to remain extra vigilant to the risk of infection to staff and the animals in its care.

The Omicron variant emerged in late 2021 and continued to cause disruption and concern. As the situation changed, plans had to change too. Any medium-term planning has become a real challenge with events often cancelled at short notice.

The Trustees of IAR are immensely grateful to all the staff and volunteers at our projects for their continued efforts protecting animals and habitats in such unprecedented conditions, and to our supporters who have stood by us during this challenging time.

Orangutan Conservation

Since 2009, International Animal Rescue Indonesia has had an agreement with the Indonesian Ministry of Environment (KLHK) to rescue and rehabilitate the critically endangered orangutans of Western Borneo. The IAR Orangutan Rescue and Rehabilitation Centre in West Kalimantan is the hub for the orangutan conservation effort. The work carried out is in partnership with the KLHK and divisions of the Natural Conservation Agency BKSDA.

The ultimate goal is to keep orangutans in the wild and protect habitats such that they are not displaced and do not need to go through the rescue, rehabilitation, release process. Due to the success of IAR Indonesia's long-term holistic mitigation strategies, the number of orangutans being rescued has reduced considerably. IAR is developing holistic projects that engage government authorities, local communities and commercial businesses to develop sustainable projects that protect species and habitats, thus preventing biodiversity loss and reducing greenhouse gas emissions.

Although peatlands cover less than 3% of global land surface, estimates suggest that peatlands contain twice as much carbon as the world's forests, and so peatland conservation is crucial to storing carbon. Maintaining healthy peatlands also helps to lessen the impact of climate change by regulating water flows, reducing flooding, droughts and fires.

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IAR is working to conserve deep peat forests, which are the habitat of some of the world's most important species: this has the double benefit of protecting biodiversity and combating climate change.

Over many years IAR Indonesia has developed mitigation programmes which, when combined have a tangible benefit to the survival of the species. The conservation strategies are closely aligned to the UN's Sustainable Development Goals (SDGs.)

These include:

- reducing illegal wildlife trade;
- forest patrols to reduce the risks from fire and illegal logging;
- sustainable land use strategies;
- reforestation and tree planting;
- mangrove restoration;
- deep peat protection and restoration;
- working with local communities on practical solutions to reduce human impact, such as alternative livelihoods, community enterprise, schooling and scholarships, organic farming and female empowerment;
- reintroduction into the wild of endangered wildlife to rebuild threatened populations.
- human-wildlife conflict mitigation.



IAR Indonesia has implemented a funded management plan to protect a 100,000 acre deep peat forest, home to c1,000 wild orangutans, which was threatened by fire, illegal logging or conversion.

During the year, the IAR released 20 orangutans, most of which had been through a lengthy rehabilitation process at the IAR Orangutan Rescue and Rehabilitation Centre in West Kalimantan. Most of these animals were released into the remote Bukit Baka Bukit Raya National Park in central Borneo, where IAR has a permanent camp to monitor the progress of the released orangutans.

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Illegal Wildlife Trade

In recent years the impact of the illegal wildlife trade on species has reached unprecedented levels. It is estimated to be worth up to \$23 billion a year and represents a threat to the very existence of some of our best-loved species including rhinos, tigers, elephants and pangolins. Urgent action is needed to address this crisis, to help countries control poaching on the ground as well as to take steps to reduce the demand in consumer countries which is ultimately driving the trade.

In 2021 IAR mounted an online campaign to raise awareness of the issue using the stories of animals rescued by our various teams; this included a langur monkey that was rescued by the Natural Resources Conservation Agency and IAR Indonesia, which had been kept as a pet and an orange chinned parakeet in Costa Rica that had its beak clipped to make it easier to handle as a pet.

Indian Dancing Bear Project

International Animal Rescue has been working with its partner Wildlife SOS (an Indian charity) since 2002 on a project that ended the trade of dancing bears in India. The partnership has built up 3 sanctuaries across India to accommodate the rescued 'dancing' bears; in addition, a community programme has been devised to support the Kalandar people who once relied on the bears for their income. During 2021, IAR provided £473k of funding to this project.

The Kalandar people have had vocational training and financial support to establish them into new professions. In addition, the communities are supported with schooling and education such that they may have a brighter future.

It was widely reported that the Delta variant of Covid 19, which was originally identified in late 2020, had a devastating impact on many communities, especially in India; some members of the Indian Bear Rescue Team were affected. With the help of its supporters, IAR is was able to support Wildlife SOS and its team through the emergency situation by providing funding for essential oxygen equipment to treat the staff.

In October 2021, with the support of IAR, Wildlife SOS was able to help a wild female sloth bear that was caught in a snare. Her paw had become gangrenous and the young bear's body was emaciated and dehydrated from lack of food. The bear was taken to our Bannerghatta Bear Rescue Centre for treatment and rehabilitation.

IAR has an ongoing commitment to provide the best possible care for the 197 rescued bears (as at 30 November 2021) for the rest of their lives. The financial commitment to the bears is significant as the food, enrichment, veterinary and medical expenses are considerable.

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Slow loris conservation

International Animal Rescue Indonesia operates one of the only dedicated rescue and research centres for the slow loris, a critically endangered nocturnal primate. The IAR Primate Rescue and Rehabilitation Centre is located near Bogor in Java. Most of the animals at the centre have been confiscated from the illegal exotic pet trade. Little is known about these primates; researchers and students from various universities work with the IAR team to conduct studies into habitat, diet, behaviour and ecology. A release programme has been implemented whereby released animals are monitored in the wild using radio tracking equipment.

IAR has an active Wildlife Protection Team. This unit investigates the illegal pet trade, including the trade in Slow Lorises. It is a collaboration with the police and Ministry of Forest and Conservation. Whenever possible, the team gathers evidence to ensure successful law enforcement and, when appropriate, prosecution.

In July 2021, fourteen endangered slow lorises were released in the Bukit Barisan Selatan National Park in Lampung, Sumatra. The release operation was conducted by the West Java Forestry Department, the Head Office of Bukit Barisan Selatan National Park, Bengkulu Forestry Department and IAR Indonesia. The primates had all been surrendered by members of the public the Forestry Department in West Java and Jakarta.

Macaque Welfare

International Animal Rescue Indonesia has a project to Rescue, Rehabilitate and Release macaques. These animals are generally rescued from the pet trade. They are treated at the rescue centre in Java to bring them back to health, sterilised and then slowly socialised into 'troops' that can be released into uninhabited forest to live out their lives in the wild.

Macaques are often considered a pest and, if no sensible controls are in place, they can come into conflict with human populations. In 2021, IAR continued its work in relation to human – macaque conflict in Jakarta such that the community is aware how to mitigate conflict situations, such as no feeding and rubbish control (including macaque proof bins).

Cat rescue

IAR supports Catastrophes Cat Rescue, which offers a 'last chance' refuge for older cats that it would otherwise be difficult to find a home for. When cats arrive, they may simply have problems with their diet or perhaps have an underlying health problem that needs attention. All the cats receive expert veterinary care. There is a small veterinary surgery on site where simple procedures can be administered. As cats grow older they often suffer from dental disease which can make their lives miserable, leading to a rapid loss of condition as they find it difficult to eat. The daily routine of cleaning, feeding and medication continued through the year thanks to Catastrophes' dedicated group of carers.

Costa Rica - Howler Monkeys

IAR Costa Rica is located on the Pacific Coast in the town of Nosara and is dedicated to protecting wildlife in Costa Rica with particular attention to Howler Monkeys.

The main issue in and around Nosara is wildlife electrocution. Due to uncontrolled residential development, the trees are being removed and overhead electric cables are being installed. The monkeys use the cables as replacement arboreal routes. Unfortunately, in many situations, the electrical apparatus is not insulated and the monkeys suffer from electrocution. Very often, the adults are severely injured or killed outright; however, sometimes, the infants (which cling to their mothers) can survive. After emergency medical aid, treatment and a lengthy process of rehabilitation, the aim is to release small troops of young adults back into the wild.

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IAR entered into an agreement with the Nosara Civic Association (NCA) for a five-acre forested piece of land to locate a new, purpose built, rescue centre. The land is within a large section of the NCA parklands, which are protected from development so, although it is close to the town, it will be peaceful for rehabilitation purposes. During 2021, IAR obtained all the necessary permits and permissions to go ahead with the construction; however, due to a moratorium imposed on the entire town by the water regulator, no water permits could be issued which, unfortunately, has caused a delay. IAR now hopes to commence work later in 2022.

The IAR Costa Rica team continues to work with the authorities to develop strategies for mitigation and prevention. For the last year, IAR has been part of a commission for the prevention of electrocuted wildlife (“Comisión para la Prevención y Atención de electrocuciones de fauna”) which was set up by the former Vice-minister of Environment and meets monthly. The commission is being managed by the technical director of SINAC for the Tempisque Conservation Area to facilitate collaboration between MINAE/SINAC, the electricity providers and NGOs such as IAR. As a result, the main electric company, ICE, pledged more support for the mitigation process which led to a large insulation operation that secured 49 transformers at Playa Pelada in Nosara.

The 2021 statistics for IAR Costa Rica are as follows:

Total Animals Received: 380 (227 mammals, 126 birds, 27 reptiles)

Total Different Species Received: 70 (20 mammals, 42 birds, 8 reptiles)

Total Emergency Calls Received: 803

Total Electrocution Reports (Calls): 117 (113 howler monkeys, 4 squirrels)

Total Number of Electrocuted Animals Received: 39

Total Animals Released: 114 (70 mammals, 35 birds, 9 reptiles. (29 howler monkeys, 14 of them were electrocution patients

Armenia Bears

Historically, wild bears have been illegally caught or trapped by poachers in Armenia. Once captured, many of them end up in small, squalid cages in restaurants and other public entertainment venues as a tourist attraction. Some are kept in bus depots, others are hidden from view in dark cellars. Some of the bears are mentally and physically damaged by the boredom and frustration of their miserable existence behind bars.

The bears in Armenia are Syrian Brown Bears (*Ursus arctos syriacus*), one of the smaller sub-species of brown bear. They are found in the mountainous areas of the country where they forage for fruits, berries and insects in the meadows and forests and hibernate in caves and tree hollows. Their barren prisons are a far cry from their natural home in the forest.

Many bears are being kept captive in miserable conditions across Armenia, including in the capital city of Yerevan. Some have been incarcerated for years in cramped cages with scarcely any food or water. Their environment meets none of their psychological or physical needs. They have very little space to move around in. They are given unsuitable and insufficient food and no environmental enrichment to distract and amuse them. The bears have been deprived of their dignity and their freedom. They lack everything they need to live life as nature intended.

In October 2017, in conjunction with local partners FPWC, International Animal Rescue launched a new campaign to help these suffering bears. The Great Bear Rescue aims to free them from their suffering and, after thorough veterinary checks and assessment, rehabilitate and eventually release those that are physically and mentally equipped to fend for themselves in the wild. Those that are not viable for release will be given a permanent home in sanctuaries where they will be well cared for, well fed and have the freedom to express natural bear behaviour.

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By the end of 2021, in conjunction with FPWC, IAR have rescued over 30 bears from their cramped cages. The rescued bears are now being cared for at a new purpose built rehabilitation centre in the South Caucasus mountains of Armenia.

As previously reported, the existing facility is now at full capacity. A new site has been identified and plans are in place to acquire the site in early 2022 and commence construction later in the year.

Future plans

The social and economic impacts of the Covid 19 pandemic have been significant. With economic uncertainty in the UK there is greater financial risk to the organisation than previously. IAR will continue to maximise all channels of communication with its supporters, especially digital opportunities. The full impact of the Covid crisis is a big unknown. This has a material impact on our projects and our ability to raise funds.

IAR is well recognised for its animal welfare work; however, a huge amount of IAR's effort is now about wider protection strategies, conservation and environmental mitigations. IAR has always focussed on the root cause of problems but, this is now embedded into a Theory of Change approach where, to deliver the goals, pre-defined outcomes are described and the activities to deliver those outcomes are identified and measured.

These strategies run across all of IAR's projects and include: regulatory change, alternative livelihoods, education, habitat restoration, investigations & law enforcement, landscape management, environmental services and reintroductions. During 2022 and beyond, IAR will reach out to a wider audience to engage on these wider conservation and environmental activities.

As part of this work IAR will be looking closely at the upcoming second part of the UN Biodiversity Conference (COP15). The world has so far failed to meet any UN targets on halting the loss of nature, yet awareness of the challenge is greater than ever. It is essential that world leaders agree strict goals to stop biodiversity collapse.

During 2022, IAR will progress the construction projects in Costa Rica and Armenia.

Investments

The Charity's equity investments are managed by Rathbone Greenbank's ethical investment team according to the objects of the Charity.

Having been affected by the Covid pandemic, the markets recovered and strengthened during 2021. Trustees have always looked to strike a balance between equities and interest-bearing bonds. Overall, the equity component of the portfolio experienced a capital gain of £613k in 2021 (a realised gain of £87k and an unrealised gain of £526k). The fund generated £79k of income through interest and dividends. The hangover from the pandemic is still with us and since the year end, global supply chain issues and the war in Ukraine have caused more uncertainty. There are global inflationary pressures and central banks are reacting by increasing interest rates; as such, the markets remain highly volatile. IAR will monitor this closely with its advisors, Rathbone Greenbank.

Financial Performance

Income in 2021 was slightly higher in 2021 at £3,951k (2020 £3,898k). In 2021, IAR received a £500k grant from the Michael Uren Foundation to support the construction of the new wildlife rescue centre in Costa Rica; this follows many years of generous support from the Michael Uren Foundation for IAR's work, for which the Trustees are extremely grateful. Legacy income was strong at £1,381k, £250k higher than 2020. IAR's other fundraising channels were slightly lower than 2020 reflecting the pressure on individual giving.

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Charitable expenditure was slightly higher in 2021 than the previous year at £3,433k against £3,363k in 2020. Direct support to the Projects was increased in 2021 at £3,147k. Fundraising costs were broadly unchanged from 2020 at £443k (2020: £450k). As discussed above, there have been delays with the construction project in Costa Rica; therefore, the restricted income for the new facility in Costa Rica was mainly unutilised in 2021.

The Charity experienced an operating surplus in 2020 of £54k (Unrestricted loss of £394k and Restricted surplus of £448k). Overall, there was a total recognised gain for the year of £686k – this includes the unrealised gains on investments (as described in the investments section above) and gains on foreign exchange contracts.

Reserves

The global economy remains precarious with the hangover from pandemic still impacting all markets. For the UK, the full impact of the pandemic, Brexit, the Ukraine war, energy prices and inflation remains uncertain. The Charity is navigating through extremely uncertain times and the full impact on our projects and fundraising remains to be seen. IAR has identified specific risks from the rise in interest rates, the cost of living crisis and the weakening pound (given that most of IAR's commitments are in other currencies). The projects also face inflationary pressure.

In addition to the restricted funds held by IAR, which are detailed in Note 14, the Charity is holding ring-fenced reserves for essential future spending on large projects that cannot be met from future income alone. These activities include; the construction of a large free ranging enclosure for adult sanctuary orangutans, the expansion of the bear rescue and rehabilitation facility in Armenia and a reserve fund for the management (one year) the c.95k acre landscape to protect threatened orangutan habitat.

Taking into consideration the financial risk associated with fundraising challenges in the current economic climate, the ongoing impact of the coronavirus crisis, the significant monthly commitment to several overseas projects, exchange rate fluctuations and uncertainty within the funding streams, the Trustees consider that holding slightly higher than usual free reserves is prudent, without being excessive. At this time, the Trustees have agreed an appropriate reserves range for IAR as £5.8m to £6.3m, which is broken down as follows:

Reserves range	£m
Financial impact of risk	£1.0m
Working capital	£1.8m
Ring-fenced reserves	£3.0m
Minimum level	£5.8m
Range	£0.5m
Maximum level	£6.3m

The actual free reserves held by IAR as at 31st December 2021 is £5.8m, just within the range required.

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Statement of Trustees' Responsibilities and Corporate Governance

The members of the Board of Trustees, as Trustees and Directors, are responsible for preparing the Report of the Trustees and the financial statements. The Trustees have chosen to prepare financial statements for the company in accordance with United Kingdom Generally Accepted Accounting Practice (UK GAAP). Company law requires the Trustees to prepare such financial statements for each financial year which give a true and fair view of the state of affairs of the Company and of the surplus or deficit for that period and comply with UK GAAP and the Companies Act 2006.

In preparing the financial statements, the Trustees are required to:-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

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

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the Charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Statement as to Disclosure of Information to Auditors

So far as the Trustees are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each Trustee has taken the steps that he ought to have taken as a Trustee in order to make himself aware of any relevant information and to establish that the company's auditors are aware of that information.

Registered Office:

Lime House
Regency Close
Uckfield
East Sussex
TN22 1DS

On behalf of the Board

A Bruce

A Bruce - Trustee

Date: 27/9/22.....

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF
INTERNATIONAL ANIMAL RESCUE
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Opinion

We have audited the financial statements of International Animal Rescue (the 'company') for the year ended 31st December 2021 which comprise the Income Statement, Balance Sheet, Cash Flow Statement and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31st December 2021 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

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

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

Other information

The Trustees are responsible for the other information. The other information comprises the information in the Report of the Trustees but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

Opinion on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

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

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

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

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

Auditors' responsibilities for the audit of the financial statements

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

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF
INTERNATIONAL ANIMAL RESCUE
(LIMITED BY GUARANTEE)**

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience and through discussions with the trustees (as required by auditing standards) and discussed with the trustees the policies and procedures regarding compliance with laws and regulations. We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were management bias of accounting estimates particularly in relation to the timing of legacies. Audit procedures performed by the engagement team included:

- discussions with managements including consideration of known or suspected instances of non-compliance with laws and regulations and fraud.
- challenging estimates and judgements made by management in their significant accounting estimates that involved making assumptions and considering future events that are inherently uncertain.

The potential effect of these laws and regulations on the financial statements varies considerably.

Firstly, the company is subject to laws and regulations that directly affect the financial statements including financial reporting legislation and we assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

Secondly, the company is subject to many other laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements, for instance through the imposition of fines or litigation. We identified overseas laws and regulations relating to the support of projects where the laws may be considerably different to the UK along with Health and Safety regulations in the UK and overseas as the areas most likely to have such an effect, recognising the nature of the company's activities. Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the trustees and other management and inspection of regulatory and legal correspondence, if any. Through these procedures, we became aware of no actual or suspected non-compliance.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF

INTERNATIONAL ANIMAL RESCUE (LIMITED BY GUARANTEE)

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

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

V Anderson

Victoria Anderson BA(Hons) FCA DChA (Senior Statutory Auditor)
for and on behalf of Clark Brownscombe Limited
Chartered Accountants
and Statutory Auditors
2 St Andrews Place
Lewes
East Sussex BN7 1UP

Date: 28 September 2022

**INTERNATIONAL ANIMAL RESCUE
(LIMITED BY GUARANTEE)**

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2021**

	Notes	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total 2021 £	2020 £
INCOME					
Donations and legacies					
- Donations and grants		1,858,686	610,286	2,468,972	2,674,422
- Legacies		1,380,966	-	1,380,966	1,131,453
Investments					
- Interest					
- Cash deposits		42	-	42	410
- UK Fixed Interest Securities		16,937	-	16,937	15,423
- Overseas Fixed Interest Securities		2,670	-	2,670	5,979
- Dividends					
- UK equities		46,401	-	46,401	38,420
- Overseas equities		12,990	-	12,990	10,688
Other trading activities		<u>21,589</u>	<u>-</u>	<u>21,589</u>	<u>20,781</u>
Total income	1	<u>3,340,281</u>	<u>610,286</u>	<u>3,950,567</u>	<u>3,897,576</u>
EXPENDITURE					
Charitable activities		3,271,215	162,206	3,433,421	3,363,391
Raising funds					
- Fundraising costs		442,935	-	442,935	449,627
- Investment managers fees		<u>20,097</u>	<u>-</u>	<u>20,097</u>	<u>16,687</u>
Total expenditure	3	<u>3,734,247</u>	<u>162,206</u>	<u>3,896,453</u>	<u>3,829,705</u>
		(393,966)	448,080	54,114	67,871
Gains on investment assets		<u>613,632</u>	<u>-</u>	<u>613,632</u>	<u>458,105</u>
Net income		219,666	448,080	667,746	525,976
Other recognised gains/(losses)					
Profit/(losses) on foreign exchange		355	-	355	(649)
Gains on forward exchange contracts		<u>18,071</u>	<u>-</u>	<u>18,071</u>	<u>44,840</u>
Net movement in funds		238,092	448,080	686,172	570,167
Reconciliation of funds					
Fund balances at 1st January 2021		<u>5,727,984</u>	<u>15,889</u>	<u>5,743,873</u>	<u>5,173,706</u>
Fund balances at 31st December 2021		<u>5,966,076</u>	<u>463,969</u>	<u>6,430,045</u>	<u>5,743,873</u>

The detailed 2020 comparative statement of financial activities is reported in note 2.

**INTERNATIONAL ANIMAL RESCUE
(LIMITED BY GUARANTEE)**

INCOME ACCOUNT

FOR THE YEAR ENDED 31ST DECEMBER 2021

	Notes	2021 £	2020 £
TURNOVER	1	3,871,527	3,826,656
Campaign costs, fundraising, administration and general expenses		<u>3,896,453</u>	<u>3,829,705</u>
OPERATING (DEFICIT)	4	(24,926)	(3,049)
Gains/(losses) on sale of investments		87,127	(94,185)
Gains/(losses) on foreign exchange		355	(649)
Interest receivable and income from investments		<u>79,040</u>	<u>70,920</u>
SURPLUS/(DEFICIT) FOR THE FINANCIAL YEAR		<u>141,596</u>	<u>(26,964)</u>

All amounts relate to continuing activities.

STATEMENT OF COMPREHENSIVE INCOME

	2021 £	2020 £
Surplus/(deficit) for the year	141,596	(26,964)
Unrealised gains on revaluation of investments	526,505	552,291
Gain on forward exchange contracts	<u>18,071</u>	<u>44,840</u>
Total recognised gains for the year	<u>686,172</u>	<u>570,167</u>

The notes form part of these financial statements

**INTERNATIONAL ANIMAL RESCUE
(LIMITED BY GUARANTEE)**

BALANCE SHEET

**AS AT 31ST DECEMBER 2021
COMPANY NUMBER: 06035040**

	Notes	2021 £	2020 £
FIXED ASSETS			
Tangible assets	7	158,504	169,455
Investments	8	<u>5,254,194</u>	<u>5,034,234</u>
		5,412,698	5,203,689
CURRENT ASSETS			
Stock		13,633	8,145
Debtors	9	103,869	88,489
Cash at bank and in hand		<u>988,814</u>	<u>511,188</u>
		1,106,316	607,822
CURRENT LIABILITIES			
Creditors: Amounts falling due within one year	10	<u>88,969</u>	<u>67,638</u>
NET CURRENT ASSETS		<u>1,017,347</u>	<u>540,184</u>
TOTAL ASSETS			
LESS CURRENT LIABILITIES		<u>6,430,045</u>	<u>5,743,873</u>
THE FUNDS OF THE CHARITY			
Restricted funds	14	<u>463,969</u>	<u>15,889</u>
Unrestricted funds		4,416,457	4,473,587
Revaluation reserve		<u>1,549,619</u>	<u>1,254,397</u>
Total unrestricted funds	15	<u>5,966,076</u>	<u>5,727,984</u>
TOTAL CHARITY FUNDS		<u>6,430,045</u>	<u>5,743,873</u>

Approved by the trustees on 27/9/22 and signed on their behalf by:

A Bruce

A Bruce - Trustee

**INTERNATIONAL ANIMAL RESCUE
(LIMITED BY GUARANTEE)**

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31ST DECEMBER 2021

	Note	2021	2020
		£	£
Net cash from operating activities	19	6,980	97,824
Cash flow from investing activities			
Purchase of tangible assets		(2,422)	(2,863)
Purchase of fixed asset investments		(929,467)	(798,087)
Proceeds from disposal of fixed asset investments		1,323,140	354,440
Interest received and income from investments		<u>79,040</u>	<u>70,920</u>
Net cash gained/(used) in investing activities		<u>470,291</u>	<u>(375,590)</u>
Net increase/(decrease) in cash and cash equivalents		477,271	(277,766)
Cash and cash equivalents at the beginning of year		511,188	789,603
Exchange gains/(losses)		<u>355</u>	<u>(649)</u>
Cash and cash equivalents at end of year		<u>988,814</u>	<u>511,188</u>

**INTERNATIONAL ANIMAL RESCUE
(LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2021**

1. Accounting policies

a) Basis of accounting

The financial statements have been prepared in accordance with 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), hereafter referred to as the Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

International Animal Rescue meets the definition of a public benefit entity under FRS 102.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note.

In the application of the charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. However, there are no judgements or assumptions that have a significant risk of causing material adjustment.

b) Income

(i) Donations and Gift Aid

Donations are recognised when they are received and recorded in the Charity's accounting records. Income tax recoverable in relation to donations received under Gift Aid is recognised at the time of the donation.

(ii) Legacies

Legacies are recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount receivable can be measured reliably.

(iii) Trading Activities

Income from trading activities is included in the period in which the Charity is entitled to receipt.

(iv) Investment Income

Income from investments is recognised when receivable.

**INTERNATIONAL ANIMAL RESCUE
(LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2021**

c) Expenditure

Expenditure is included in the Statement of Financial Activities on an accruals basis, inclusive of any VAT which cannot be recovered.

Certain expenditure is directly attributable to specific activities and has been included in those cost categories. Certain other costs, which are attributable to more than one activity, are apportioned across cost categories on the basis of an estimate of the proportion of time spent by staff on those activities. A proportion of the costs of producing fundraising literature is considered to be educational and therefore included within charitable activities.

The main categories of expenditure are:-

- a) Charitable activities are the costs of the campaigns and related support costs.
- b) Raising funds are fundraising costs and investment management fees. Fundraising costs relate to the external agencies and internal fundraising resource. Agency costs include the design, production and printing of promotional material, as well as the direct mailing costs. Twenty five per cent of the cost is allocated to education on the basis that the literature produced increases public awareness of issues that the Charity works with around the world.
- c) Support costs are allocated over the above categories on the basis of staff time spent on each activity.

d) Pension scheme arrangements

The Charity makes contributions to a small self-administered pension scheme which operates on a defined contribution basis to provide employees retirement and death benefits. Regular contributions are recognised on an accruals basis and special contributions are recognised in the period in which they occur.

e) Going concern

The trustees have considered the financial position of the charity for twelve months from the date that the balance sheet is signed and conclude that there are no material uncertainties concerning the charity's ability to continue as a going concern. In coming to this conclusion the trustees have considered the expected funding requirements to maintain the Charity's objectives for the period and the amount of free reserves and future expected incoming resources available to achieve this. They have also considered the global uncertainty around income pressures due to the cost of living rises and rising cost pressures in the developing world. Analysis of the free reserves are set out in the trustees report.

f) Fund accounting

The charity maintains various funds in accordance with the Statement of Recommended Practice 'Accounting and Reporting by Charities 2015'. These funds, which require separate disclosures, are as follows:-

Unrestricted Funds. These are general funds of the charity and are expendable at the discretion of the Trustees in the furtherance of the charitable objectives. The main sources of general funds are donations arising from appeals, grants from trusts and investment income. The main applications of general funds are campaign costs, fundraising costs and related overhead costs.

**INTERNATIONAL ANIMAL RESCUE
(LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2021**

f) Fund accounting (continued)

Restricted Funds. These are funds which are subject to specific objects declared by the donor or which are raised by appeal for a specific purpose. These funds are expendable by the Trustees in furtherance of the specific object for which they were given unless the donor later agrees that they can be applied for a general purpose. Due to the nature of these funds they are accounted for separately from the general funds of the charity.

g) Fixed assets

Fixed assets are depreciated over their expected useful lives at the following annual rates:

Freehold property/improvements	2%/10%	On cost
Motor vehicles	25%	Reducing balance
Support boat for Malta	25%	Reducing balance
Plant and machinery	20%	Reducing balance
Office equipment	20%	Reducing balance

h) Stock

Stock is included at the lower of cost and net realisable value. Cost is determined on a first-in, first-out basis. Net realisable value is based on estimated selling price, less any further costs of realisation.

i) Financial instruments

Financial assets and financial liabilities are recognised when the Charity becomes a party to the contractual provisions of the instrument.

(i) Financial assets and liabilities

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the Charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when (a) the contractual rights to the cash flows from the financial asset expire or are settled, (b) the Charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or (c) the Charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

**INTERNATIONAL ANIMAL RESCUE
(LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2021**

i) Financial instruments (continued)

(ii) Investments

Investments are measured at fair value as at the balance sheet date using the quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year. Unrealised gains and losses on revaluation are accounted for in the relevant fund.

**INTERNATIONAL ANIMAL RESCUE
(LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2021**

2. Detailed comparatives for the statement of financial activities

	Notes	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total 2020 £
INCOME				
Donations and legacies				
- Donations and grants		2,373,346	301,076	2,674,422
- Legacies		1,131,453	-	1,131,453
Investments				
- Interest				
- Cash deposits		410	-	410
- UK Fixed Interest Securities		15,423	-	15,423
- Overseas Fixed Interest Securities		5,979	-	5,979
- Dividends				
- UK equities		38,420	-	38,420
- Overseas equities		10,688	-	10,688
Other trading activities		<u>20,781</u>	<u>-</u>	<u>20,781</u>
Total income		<u>3,596,500</u>	<u>301,076</u>	<u>3,897,576</u>
EXPENDITURE				
Charitable activities		3,062,315	301,076	3,363,391
Raising funds				
- Fundraising costs		449,627	-	449,627
- Investment managers fees		<u>16,687</u>	<u>-</u>	<u>16,687</u>
Total expenditure	3	<u>3,528,629</u>	<u>301,076</u>	<u>3,829,705</u>
		67,871	-	67,871
Gains on investment assets		<u>458,105</u>	<u>-</u>	<u>458,105</u>
Net income		525,976	-	525,976
Other recognised gains				
(Losses) on foreign exchange		(649)	-	(649)
Gains on forward exchange contracts		<u>44,840</u>	<u>-</u>	<u>44,840</u>
Net movement in funds		570,167	-	570,167
Reconciliation of funds				
Fund balances at 1st January 2020		<u>5,157,817</u>	<u>15,889</u>	<u>5,173,706</u>
Fund balances at 31st December 2020		<u>5,727,984</u>	<u>15,889</u>	<u>5,743,873</u>

**INTERNATIONAL ANIMAL RESCUE
(LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2021**

3. Expenditure

	Unrestricted Funds £	Restricted Funds £	Total 2021 £	2020 £
Charitable Activities				
Campaign costs	2,840,426	162,206	3,002,632	2,957,251
Educational costs	142,866	-	142,866	143,375
Travel and accommodation	1,690	-	1,690	1,345
Support costs	<u>286,233</u>	<u>-</u>	<u>286,233</u>	<u>261,420</u>
	<u>3,271,215</u>	<u>162,206</u>	<u>3,433,421</u>	<u>3,363,391</u>
Raising funds				
Fundraising costs:-				
Appeal and other costs	241,634	-	241,634	249,486
Support costs	<u>201,301</u>	<u>-</u>	<u>201,301</u>	<u>200,141</u>
	<u>442,935</u>	<u>-</u>	<u>442,935</u>	<u>449,627</u>
Investment managers fees	<u>20,097</u>	<u>-</u>	<u>20,097</u>	<u>16,687</u>
Total	<u>3,734,247</u>	<u>162,206</u>	<u>3,896,453</u>	<u>3,829,705</u>

Analysis of Support Costs

	Charitable Activities £	Fundraising Costs £	Total 2021 £	2020 £
Staff costs	205,247	174,307	379,554	349,223
Premises costs	8,308	2,769	11,077	10,047
Office administration costs	12,334	4,111	16,445	17,522
Insurance	9,300	3,100	12,400	11,294
Database, development and computer costs	11,328	3,776	15,104	14,133
Motor expenses	6,729	2,243	8,972	3,673
Depreciation	10,029	3,343	13,372	14,974
Bank charges	14,524	4,841	19,365	27,236
Professional fees	-	-	-	504
Audit and accountancy fees	5,850	1,950	7,800	8,340
Sundry expenses	<u>2,584</u>	<u>861</u>	<u>3,445</u>	<u>4,615</u>
	<u>286,233</u>	<u>201,301</u>	<u>487,534</u>	<u>461,561</u>

**INTERNATIONAL ANIMAL RESCUE
(LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2021**

4. Operating Surplus

The operating surplus is stated after charging:-	2021	2020
	£	£
Administration expenses including:-		
Depreciation	13,372	14,974
Auditors remuneration		
- audit fees	3,760	3,650
- for accountancy work	<u>4,040</u>	<u>4,690</u>

5. Staff Costs

	2021	2020
	£	£
Wages and salaries	651,299	608,995
Social security costs	59,306	49,894
Pension costs	<u>74,466</u>	<u>67,007</u>
	<u>785,071</u>	<u>725,896</u>

The number of staff to whom retirement benefits are accruing under a defined contribution pension scheme is twenty (2020: seventeen).

The average number of employees during the year was twenty one (2020: nineteen).

The number of employees receiving remuneration in excess of £60,000 p.a. is as follows:-

	2021	2020
£70,001 - £80,000	1	1
£90,001 - £100,000	1	1

The key management personnel of the company comprise the trustees, the Chief Executive Officer and the Chief Financial and Operating Officer. The total employee benefits of the key management personnel were £202,287 (2020: £200,297).

6. Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

**INTERNATIONAL ANIMAL RESCUE
(LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2021**

7. Tangible Fixed Assets

	Freehold Property £	Plant & Machinery £	Motor Vehicles £	Support Boat £	Total £
Cost					
At 1st January 2021	216,430	102,428	32,000	11,395	362,253
Additions	-	2,422	-	-	2,422
Disposals	-	(15,929)	-	(11,395)	(27,324)
At 31st December 2021	<u>216,430</u>	<u>88,921</u>	<u>32,000</u>	<u>-</u>	<u>337,351</u>
Depreciation					
At 1st January 2021	86,417	72,900	22,086	11,395	192,798
Charge for the year	4,287	6,607	2,479	-	13,373
On disposals	-	(15,929)	-	(11,395)	(27,324)
At 31st December 2021	<u>90,704</u>	<u>63,578</u>	<u>24,565</u>	<u>-</u>	<u>178,847</u>
Net Book Value					
At 31st December 2021	<u>125,726</u>	<u>25,343</u>	<u>7,435</u>	<u>-</u>	<u>158,504</u>
At 31st December 2020	<u>130,013</u>	<u>29,528</u>	<u>9,914</u>	<u>-</u>	<u>169,455</u>

8. Investments

	2021 £	2020 £
Market value at 1st January 2021	5,034,234	4,132,482
Acquisitions	929,467	798,087
Less: Disposals	<u>(1,236,012)</u>	<u>(448,625)</u>
	4,727,689	4,481,944
Net unrealised gain on revaluation	<u>526,505</u>	<u>552,290</u>
Market value of listed investments at 31st December 2021	<u>5,254,194</u>	<u>5,034,234</u>
Historical cost at 31st December 2021	<u>3,704,575</u>	<u>3,779,837</u>

All investments are listed on a recognised stock exchange.

An analysis of investments is as follows:

	2021			2020		
	UK Investments £	Overseas Investments £	Total £	UK Investments £	Overseas Investments £	Total £
Debt Instruments	499,272	206,510	705,782	774,865	210,961	985,826
Equities	<u>2,099,830</u>	<u>2,448,582</u>	<u>4,548,412</u>	<u>2,438,596</u>	<u>1,609,812</u>	<u>4,048,408</u>
	<u>2,599,102</u>	<u>2,655,092</u>	<u>5,254,194</u>	<u>3,213,461</u>	<u>1,820,773</u>	<u>5,034,234</u>

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**NOTES TO THE FINANCIAL STATEMENTS
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9. Debtors

	2021 £	2020 £
Derivative asset	21,726	3,655
Other debtors	74,068	77,399
Prepayments and accrued income	<u>8,075</u>	<u>7,435</u>
	<u>103,869</u>	<u>88,489</u>

10. Creditors: amounts falling due within one year

	2021 £	2020 £
Trade creditors	32,844	30,712
Other taxes and social security costs	17,642	20,401
Other creditors	5,699	6,099
Accruals	<u>32,784</u>	<u>10,426</u>
	<u>88,969</u>	<u>67,638</u>

11. International Animal Rescue Trading Limited

The Charity holds 100% of the issued share capital of International Animal Rescue Trading Limited (2 ordinary £1 shares). The company was dormant throughout the year.

	2021 £	2020 £
The assets and liabilities of the subsidiary were:		
Assets	3,773	3,773
Liabilities	<u>-</u>	<u>-</u>
	<u>3,773</u>	<u>3,773</u>
Aggregate share capital and reserves	<u>3,773</u>	<u>3,773</u>

Consolidated financial statements have not been prepared for the Group on the grounds that the subsidiary is not material and the costs of preparing Group financial statements outweigh the benefits arising from them.

12. Share Capital

The company is limited by guarantee having no share capital and members having a liability not exceeding £10 each.

**INTERNATIONAL ANIMAL RESCUE
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**NOTES TO THE FINANCIAL STATEMENTS
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13. Financial Instruments	2021	2020
	£	£

Financial assets measured at fair value through income account	<u>6,243,008</u>	<u>5,545,422</u>
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14. Restricted Funds

	At 1st January 2021 £	Income £	Expenditure £	At 31st December 2021 £
Orangutan Conservation	-	9,025	(9,025)	-
Costa Rica Build	-	500,001	(51,921)	448,080
Armenia Bears	-	101,260	(101,260)	-
Orangutan Release Programme	<u>15,889</u>	<u>-</u>	<u>-</u>	<u>15,889</u>
	<u>15,889</u>	<u>610,286</u>	<u>(162,206)</u>	<u>463,969</u>

Prior Year

	At 1st January 2020 £	Income £	Expenditure £	At 31st December 2020 £
Orangutan Conservation	-	5,660	(5,660)	-
PPE Indonesia	-	2,000	(2,000)	-
Plant A Tree - Indonesia	-	6,000	(6,000)	-
India: Dancing Bears	-	249,122	(249,122)	-
Armenia Bears	-	38,294	(38,294)	-
Orangutan Release Programme	<u>15,889</u>	<u>-</u>	<u>-</u>	<u>15,889</u>
	<u>15,889</u>	<u>301,076</u>	<u>(301,076)</u>	<u>15,889</u>

£15k of restricted funds was brought forward for the purpose of designing a new transmitter system for post-release monitoring of orangutans. Due to ongoing issues with testing of the prototypes, these funds remained unspent as at December 31, 2021. IAR is in discussions with its partners how best to proceed.

IAR received a £500k restricted grant to fund the construction of a new wildlife rescue centre in Costa Rica. £52k was utilised during 2021 to secure the site, the balance of £448k will be utilised during 2022 and beyond. £9k of funding was received during 2021, restricted for Orangutan conservation work in Indonesia and £101k of funding for the Armenia Great Bear Rescue project. All these funds were fully utilised during the financial year.

**INTERNATIONAL ANIMAL RESCUE
(LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2021**

15. Unrestricted Funds

	At 1st January 2021 £	Income £	Expenditure £	Unrealised and realised gains £	At 31st December 2021 £
General Fund	<u>5,727,984</u>	<u>3,340,281</u>	<u>(3,734,247)</u>	<u>632,058</u>	<u>5,966,076</u>

Prior Year

	At 1st January 2020 £	Income £	Expenditure £	Unrealised and realised gains £	At 31st December 2020 £
General Fund	<u>5,157,817</u>	<u>3,596,500</u>	<u>(3,528,629)</u>	<u>502,296</u>	<u>5,727,984</u>

16. Analysis of Net Assets between Funds

	Unrestricted £	Restricted £	Total £
Tangible fixed assets	158,504		158,504
Investments	5,254,194	-	5,254,194
Stock	13,633	-	13,633
Debtors	103,869	-	103,869
Cash at bank	524,845	463,969	988,814
Other net current liabilities	<u>(88,969)</u>	<u>-</u>	<u>(88,969)</u>
	<u>5,966,076</u>	<u>463,969</u>	<u>6,430,045</u>

Prior Year

	Unrestricted £	Restricted £	Total £
Tangible fixed assets	169,455		169,455
Investments	5,034,234	-	5,034,234
Stock	8,145	-	8,145
Debtors	88,489	-	88,489
Cash at bank	495,299	15,889	511,188
Other net current liabilities	<u>(67,638)</u>	<u>-</u>	<u>(67,638)</u>
	<u>5,727,984</u>	<u>15,889</u>	<u>5,743,873</u>

**INTERNATIONAL ANIMAL RESCUE
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2021**

17. Related Party Transactions

Grants and expenses totalling £164,494 (2020: £188,409) were paid to Catastrophes Cat Rescue. The partner of Alan Knight, Chief Executive Officer of IAR, is the founder and trustee of Catastrophes Cat Rescue. Accounting services are provided free of charge to Catastrophes Cat Rescue.

Office space and accounting services are provided free of charge to British Divers Marine Life Rescue. Alan Knight, Chief Executive Officer of IAR, is a trustee of British Divers Marine Life Rescue.

All transactions were approved by the Board of Trustees.

18. Trustees remuneration and expenses

No remuneration or expenses were paid by the charity to any Trustee during this year or the previous year.

19. Notes to the Cash Flow Statement

**Reconciliation of net surplus to net cash inflow from
operating activities**

	2021	2020
	£	£
Operating (deficit)	(24,926)	(3,049)
Depreciation	13,372	14,974
(Increase) in stocks	(5,488)	(159)
Movement on derivative asset	18,071	44,839
(Increase)/decrease in debtors	(15,380)	83,933
Increase/(decrease) in creditors	<u>21,331</u>	<u>(42,714)</u>
Net inflow from operating activities	<u>6,980</u>	<u>97,824</u>