

CLUB PELOTON

Annual Report and Consolidated Financial
Statements

30 June 2023

Company Registration Number
06383981 (England and Wales)

Charity Registration Number
1122230

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Reference and administrative information

Trustees	P S Burke S E Cary B A Fowler E Goodford L Gunn N Gordon R Blair D Marriott A Freeman
Chief Executive Officer	N P Hanmer
Registered office	Coram Campus 41 Brunswick Square London WC1N 1AZ
Company Registration Number	06383981 (England and Wales)
Charity Registration Number	1122230
Banker	HSBC UK Bank PLC PO Box 1EZ 196 Oxford Street London W1D 1NT
Auditors	Perrys Audit Limited Chartered Accountants and Statutory Auditors 4 th Floor 399-401 Strand London WC2R 0LT

Trustees' report (including directors' report) Year ended 30 June 2023

The Board of Trustees present their report together with the consolidated financial statements of Club Peloton for the year ended 30 June 2023.

The financial statements have been prepared in accordance with the accounting policies set out on pages 15 to 17 of the attached financial statements and comply with the Charities Act 2011, the Companies Act 2006, the charitable company's Memorandum and Articles of Association 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 the Republic of Ireland (FRS 102) (effective 1 January 2019).

Company registration

The charitable company is registered in England and Wales as company number 06383981 and is registered with the Charity Commission as charity number 1122230. The registered office address is Coram Campus, 41 Brunswick Square, London WC1N 1AZ.

Purposes and activities

Club Peloton was incorporated on 27 September 2007 as a company limited by guarantee with no share capital and is governed by its Memorandum and Articles of Association dated 24 August 2007 which were updated on 25 March 2009. It is registered as a charity with the Charity Commission. The charitable company is based in the United Kingdom and operates from offices in London.

The charitable company changed its name from Cycle To Cannes to Club Peloton with effect from 24 December 2015.

The principal object of the charitable company is to apply the available income and capital of the charitable company in such a manner as the trustees think fit for objects or purposes which are exclusively charitable according to the laws of England and Wales. The charitable company achieves its objectives by making charitable donations which are primarily funded by an annual charitable cycle ride to Cannes which is organised and administered by the charitable company's trading subsidiary, Club Peloton Trading Limited.

The trading subsidiary changed its name from Cycle To Limited to Club Peloton Trading Limited with effect from 23 November 2015.

Public benefit

In setting the charitable company's objectives and planning its activities, the trustees have given careful consideration to the Charity Commission's general guidance on public benefit.

Grant making policy

In 2022-23 Club Peloton supported a number of charities. Coram remains the main beneficiary, receiving 60% of the grants payable. The Multiple System Atrophy Trust, the Tom ap Rhys Pryce Memorial Trust and Cyclists Fighting Cancer all received smaller grants. In addition, the trustees consider applications from other charitable organisations, as and when they are received, for various levels of support.

As the principal beneficiary, Coram provide enhanced support to Club Peloton including office, meeting and storage space along with staff support.

Trustees' report (including directors' report) Year ended 30 June 2023

Achievements and performance

The start of the year was marked with six new trustees joining the board. Three existing trustees formally stepped down following an agreed transition period, with the newly formed group working to deliver the next stage of the charity's growth and development. The start of the year also marked a return to normal event operations following the disruption of COVID-19. Confidence in the ability to deliver future events enabled us to kick off in September with the first of two rides for British Land and a launch event for Cycle to MIPIIM 2023. Knight Frank were retained as headline sponsor as part of a new three year deal.

Hot on the heels in late November was the launch of our second fundraising ride for the year, pedElle. Five of the previous year's partner sponsors were retained with a new sixth sponsor completing the group.

Back out on the road and the start of our flagship Knight Frank Cycle to MIPIIM in early March was impacted by heavy snowfall, meaning there was no riding on Day 1. Instead, riders used the coach to reach France. However, on the continent the snow was replaced with drier and warmer weather and participants enjoyed six days of smooth French roads to help them reach the Mediterranean.

Late spring saw the return of a full calendar of overseas trips for both clients and our own fundraising events. Our regular BCO ride travelled to Ireland for three glorious days of riding. Hugging the stunning south and west coasts before finishing in Dublin, riders were treated to breath-taking scenery and warm hospitality. Argent Related, one of our previous MAPIC sponsors, tasked us with organising a ride from London to Paris. Fifty riders completed the journey via Portsmouth and raised money for their chosen charity.

Back in the UK, British Land completed a second day-ride in Oxfordshire, closely followed by the return of Cycle to UKREiIF, with 25 riders taking on a loop of the Yorkshire Dales. Future editions will see this develop into a multiday event. Meanwhile, after a five year year break, Universal Music returned to complete a ride from their London HQ to their new office in Leeds. Our back-to-back UK events were rounded off with the Worshipful Company of Architects riding between Oxford and Cambridge to mark 300 years since Sir Christopher Wren's death, visiting some of his work enroute.

The season was rounded off with our 10th edition of pedElle, heading to stunning Slovenia for three days of riding alongside lakes, up mountains, through valleys and along coastline. Sixty riders took part, with many hailing the event as the best yet and confirmed pedElle is now firmly established as a movement within the real estate sector.

Total unrestricted and restricted funds distributed as a result of the 2022-23 rides amounted to £250,600 (2022 – £261,029) which were given to the following organisations:

Coram (£166,667) acts every day to support the UK's most vulnerable children, young people and families. Coram works with more than 44,000 children and parents every year. Coram Children's Legal Centre offers specialist advice to thousands more, and Coram Life Education provides health and drugs education to a further 800,000 school children.

Trustees' report (including directors' report) Year ended 30 June 2023

Coram's pioneering approach and range of services – including adoption, creative therapies and supported housing for care leavers – help children and young people to find stability, love and self worth.

Coram champion what matters most for children, creating better chances and a brighter, happier future.

Multiple System Atrophy Trust (£27,778) assists those affected by Multiple System Atrophy (MSA), a life limiting neurological brain disease which can affect any adult. Currently one person a day is diagnosed with MSA. The Multiple System Atrophy Trust is the only British charity to offer support for those affected by this devastating disease as well as funding research into its causes. From the moment of diagnosis the Trust provides MSA specialist nurses, telephone support, an online forum for people affected by MSA and information for health care professionals.

The Trust has enjoyed a long and highly successful relationship with Club Peloton having been a beneficiary charity from the first ever ride in 2006. Funds raised this year have supported their on-going research into a cure for MSA.

The Tom ap Rhys Pryce Memorial Trust (Tom's Trust) (£27,778) is a charitable trust assisting disadvantaged children in achieving their potential by gaining access to appropriate educational facilities and opportunities. Each year Tom's Trust supports many different projects which help disadvantaged young people in London. The Trust aims to help fund local charities that offer a real benefit to young people. The money raised by Club Peloton in 2022-23 has helped fund three of these projects: the Bethwin Football Club in Peckham, Switchback in East London, and the OK Club in Kilburn. In addition, Tom's Trust has also helped fund the Toynbee Hall 'Aspire' programme for teenagers living in Tower Hamlets and SE1United, an organisation on the South Bank helping young people realise their potential.

Cyclists Fighting Cancer (£27,778) assists children and young people living with cancer across the UK with their physical fitness, strength, mental wellness and confidence by giving them new bikes, specially adapted trikes, tandems, other equipment and support. They are passionate about sharing all the benefits of exercise and activity for people living with and beyond cancer.

Ad-hoc grants were paid to Cancer Research of £600 (2022 - £nil), Funding Melanoma Research of £nil (2022 - £6,650), Alzheimer's Research UK of £nil (2022 - £578) and Caring for Cyclists of £nil (2022 - £nil).

There was also a small amount of fundraising paid directly by riders to some of the supported charities and these donations are not reflected in the financial statements.

Financial review

The trading subsidiary generated income of £781,299 (2022 – £712,073) which was made up of corporate sponsorship income of £245,799 (2022 – £292,761), riders' fees of £397,715 (2022 – £330,142) and other income of £137,785 (2022 – £89,171). The trading subsidiary also received other operating income of £47,848 (2022 – £69,359) which related to management charges receivable from Club Peloton and furlough claims from HM Revenue and Customs.

Trustees' report (including directors' report) Year ended 30 June 2023

Overall the trading subsidiary generated a profit, before gift aid, of £60,354 (2022 – £104,165). No gift aid was remitted to the charitable company as the trading subsidiary has negative reserves.

Unrestricted donations received by the charitable company as a result of the rides amounted to £346,486 (2022 – £421,840). This enabled the charitable company to distribute £250,600 (2022 – £261,029) to the charities of its choice as detailed above. A consolidated profit of £54,219 (2022 – £145,557) was achieved, leaving unrestricted funds carried forward at the year end of £487,191 (2022 – £431,322) and restricted funds carried forward at the year end of £6,001 (2022 – £7,651). These surplus funds will be expended in future years in line with the charitable company's objects.

Plans for future periods

The year saw further considerable change, with the newly formed trustee group and the Chief Executive Officer working closely together to navigate the lasting effects of the Covid-19 pandemic and shape sustainable plans for future growth. The return to stability also enabled Steve Whyman, Jen Ross and Dom Millar to step down as trustees, all after many years of service. The first year of a four-year business plan developed by the CEO and adopted by the trustees was also successfully delivered.

Reserves policy

The charitable company is heavily dependent on donations from the public and other bodies, the timing and level of which cannot be anticipated with any certainty. In order to pursue its charitable objects effectively and meet its legal and contractual obligations, it therefore needs to hold a reasonable level of unrestricted reserves for working capital as protection against periods where funding is not forthcoming.

Pay and remuneration policy

Pay and remuneration of employees is jointly agreed by the trustees and Chief Executive Officer and is benchmarked against salary indexes within the charity sector. The Chief Executive Officer's salary is set and approved by the trustees.

Risk management

The trustees of the charitable company have assessed the major risks to which the charitable company is exposed and are satisfied that systems are in place to mitigate the exposure to those risks.

The risk facing the charitable company and the trading subsidiary of restrictions prohibiting the holding of large, multi-day events due to the Covid-19 pandemic fully receded. It has however been replaced with the challenge of a slowing economy teetering on the verge of recession and the difficulty in securing and retaining corporate support for sponsorship and rider entries. The trading subsidiary continues to diversify its activities to explore and launch new events to grow and engage a broader range of fundraisers to help deliver this planned growth.

Going concern

The subsidiary trading company has a net deficit which has arisen from losses from prior financial years. The net deficit is financed by a short term loan from the parent undertaking. The trustees have a reasonable expectation that the subsidiary trading company has adequate resources to continue

Trustees' report (including directors' report) Year ended 30 June 2023

in operational existence for the foreseeable future. Therefore the trustees continue to adopt the going concern basis of accounting in preparing the annual financial statements.

Structure, governance and management

Trustees

A trustee is a member of the Board of Trustees of Club Peloton and a director for the purposes of the Companies Act 2006. The trustees who held office during the year, or who have been appointed since the year end, are:

P S Burke
S E Cary
B A Fowler
E Goodford
L Gunn
N Gordon
R Blair
D Marriott
A Freeman

The trustees comprise the membership of the charitable company. Trustees are appointed by the charitable company by ordinary resolution. The Board keeps the skill requirement of the trustee body under review and is keen to ensure that representation is sufficiently diverse to meet the needs of the charitable company. Candidates are selected on the basis that they have the relevant skills and necessary commitment to contribute to the charitable company's development.

New trustees are provided with an induction pack which will include the Charity Commission publication CC3a ("The Essential Trustee: An Introduction"), financial statements of the charitable company and its subsidiary undertaking, minutes of recent trustees' meetings and a copy of the charitable company's Memorandum and Articles of Association. The trustees are re-appointed by the members of the charitable company at a general meeting and are re-elected in rotation in accordance with the Memorandum and Articles of Association.

The Board meets regularly, particularly in the period prior to the main fundraising cycle ride and all trustees take an active interest in the charitable company. The day to day management and administration of the annual cycle ride and the charitable company is undertaken by Nick Hanmer. He is employed jointly by the charitable company and its trading subsidiary as the Chief Executive Officer. Decisions on the charitable company's future strategy are undertaken by the trustees and Chief Executive Officer at regular meetings. Decisions are made by a majority vote. In the case of an equality of votes, the person who is chairing the meeting shall have a casting vote, in addition to any other vote he or she may have.

Indemnity given by the charitable company in favour of its trustees

The trustees are indemnified by the charitable company against any liability incurred by them in that capacity to the extent permitted by the Companies Act 2006. No insurance policy affecting cover against any such liability has been purchased by the charitable company.

Trustees' report (including directors' report) Year ended 30 June 2023

Trustees' responsibilities in relation to the financial statements

The trustees (who are also directors of Club Peloton for the purposes of company law) are responsible for preparing a trustees' report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Statement of Recommended Practice (Accounting and Reporting by Charities) (the Charities' SORP);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable United Kingdom 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 charitable company will continue in operation.

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

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company'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 to our auditors

In so far as the trustees are aware at the time of approving our trustees' annual report:

- there is no relevant information, being information needed by the auditor in connection with preparing the report, of which the group's auditor is unaware; and
- the trustees, having made enquiries of fellow directors and the group's auditor that they ought to have individually taken, have each taken all steps that he/she is obliged to take as a director in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Trustees' report (including directors' report) Year ended 30 June 2023

Signed on behalf of the trustees

Sarah Cary

S E Cary

Trustee

Approved by the trustees on 5 January 2024

Independent auditors' report to the members of Club Peloton Year ended 30 June 2023

Opinion

We have audited the financial statements of Club Peloton (the 'parent charitable company') and its subsidiary (the 'group') for the year ended 30 June 2023, which comprise the consolidated statement of financial activities (including income and expenditure account), consolidated statement of financial position, consolidated statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charitable company's affairs as at 30 June 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; 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 auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

Independent auditors' report to the members of Club Peloton Year ended 30 June 2023

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report (including director's report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

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

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the 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' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Independent auditors' report to the members of Club Peloton Year ended 30 June 2023

Responsibilities of trustees

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

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

Auditor's responsibilities for the audit of the 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 an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

We gained an understanding of the legal and regulatory framework applicable to the company and the industry in which it operates, and considered the risk of acts by the company that were contrary to applicable laws and regulations, including fraud.

We designed audit procedures to respond to the risk, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

We focused on laws and regulations which could give rise to a material misstatement in the financial statements, including, but not limited to, the Companies Act 2006 and UK tax legislation. Our tests included agreeing the financial statement disclosures to underlying supporting documentation and enquiries with management.

We did not identify any key audit matters relating to irregularities, including fraud. As in all our audits, we also addressed the risk of management override of internal controls, including testing journals and evaluating whether there was evidence of bias by the directors that represented a risk of material misstatement due to fraud.

Independent auditors' report to the members of Club Peloton Year ended 30 June 2023

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 auditor's report.

Use of our report

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

Perrys

Declan McCusker (Senior Statutory Auditor)

For and on behalf of

Perrys Audit Limited

Chartered Accountants and Statutory Auditor

4th Floor

399-401 Strand

London

WC2R 0LT

5 January 2024

Consolidated statement of financial activities Year ended 30 June 2023

Income and Expenditure Account	Notes	2023 Unrestricted funds	2023 Restricted funds	2023 Total £	2022 Unrestricted funds	2022 Restricted funds	2022 Total £
Incoming resources							
Incoming resources from generated funds							
. Commercial trading operations	1	781,299	-	781,299	712,074	-	712,074
. Donations	10	346,486	-	346,486	421,840	-	421,840
. Government grants		-	-	-	-	10,208	10,208
Total incoming resources		1,127,785	-	1,127,785	1,133,914	10,208	1,144,122
Resources expended							
Costs of generating funds:							
. Commercial trading operations	2	773,743	-	773,743	677,565	10,208	687,773
. Costs of generating voluntary income	3	35,865	-	35,865	38,713	-	38,713
		809,608	-	809,608	716,278	10,208	726,486
Costs of charitable activities	4	250,600	-	250,600	257,229	3,800	261,029
Governance costs	5	11,708	1,650	13,358	11,050	-	11,050
Total resources expended		1,071,916	1,650	1,073,566	984,557	14,008	998,565
Net movement in funds		55,869	(1,650)	54,219	149,357	(3,800)-	145,557
Total funds brought forward	16	431,322	7,651	438,973	281,965	11,451	293,416
Total funds carried forward	16	487,191	6,001	493,192	431,322	7,651	438,973

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

All income and expenditure derive from continuing activities.

Statement of financial position At 30 June 2023

	Notes	Group 2023 £	2022 £	Charity 2023 £	2022 £
Fixed assets					
Tangible assets	10	911	1,129	-	-
Investments	11	-	-	1	1
Current assets					
Stocks		4,884	4,884	-	-
Debtors	12	105,569	116,616	74,985	154,771
Cash at bank and in hand		697,704	671,795	636,862	619,756
		808,157	793,295	711,847	774,527
Creditors: amounts falling due within one year	13	(315,876)	(355,451)	(180,953)	(237,498)
Net current assets		492,281	437,844	530,894	537,029
Total net assets		493,192	438,973	530,895	537,030
Funds					
Restricted reserves	15	6,001	7,651	6,001	7,651
Unrestricted reserves	16	487,191	431,322	524,894	529,379
Total funds		493,192	438,973	530,895	537,030

The trustees have prepared group financial statements in accordance with section 398 of the Companies Act 2006 and section 138 of the Charities Act 2011. These financial statements are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual financial statements required by the Companies Act 2006 and are for circulation to members of the company.

Approved and authorised for issue by the trustees and signed on their behalf by:

Sarah Cary

S E Cary
Trustee

Club Peloton, Company Limited by Guarantee

Registration Number 06383981 (England and Wales)

Approved by the trustees on 5 January 2024

Consolidated statement of cash flows Year ended 30 June 2023

	Group		Charity	
	2023 £	2022 £	2023 £	2022 £
Cash flows from operating activities				
Net movement in funds	54,219	145,557	(6,135)	41,392
Adjustments for:				
Depreciation of tangible assets	1,584	1,128	-	-
Changes in:				
Stocks	-	86	-	-
Trade and other debtors	11,047	5,684	79,786	96,907
Trade and other creditors	(39,575)	104,523	(56,545)	216,584
Cash generated from operations	27,275	256,978	17,106	354,883
Cash flows from investing activities				
Purchase of tangible assets	-	-	-	-
Net cash used in investing activities	-	-	-	-
Net increase/(decrease) in cash and cash equivalents	25,909	256,978	17,106	354,883
Cash and cash equivalents at beginning of year	671,795	414,817	619,756	264,873
Cash and cash equivalents at end of year	697,704	671,795	636,862	619,756

Principal accounting policies Year ended 30 June 2023

General information

The charitable company is a private company limited by guarantee and registered in England and Wales. The charitable company is also registered as a charity in England and Wales. The registered office address of the charitable company is Coram Campus, 41 Brunswick Square, London WC1N 1AZ.

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 financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) – (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The financial statements are prepared in Sterling, which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest £1.

Club Peloton 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.

Basis of consolidation

These financial statements consolidate the results of the charitable company and its wholly owned subsidiary undertaking, Club Peloton Trading Limited, for the year ended 30 June 2023. A separate Statement of Financial Activities for the charitable company itself is not presented because the charitable company has taken advantage of the exemptions afforded by section 408 of the Companies Act 2006. Intra-group transactions are eliminated in full.

Company status

The charitable company is a company limited by guarantee and does not have a share capital. In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £10 per member of the charitable company.

Fund accounting

Unrestricted funds are defined as incoming resources received or generated which are available for use at the discretion of the trustees in furtherance of the general objectives of the charitable company which have not been designated for other purposes.

Designated funds are unrestricted funds which have been earmarked by the Board of Trustees for specific purposes.

The restricted fund holds donations collected on behalf of Construction Industry Cycling Commission (CICC). Further details can be found at www.cyclingcommission.org

Principal accounting policies Year ended 30 June 2023

Incoming resources

All incoming resources are included in the Statement of Financial Activities when the charitable company is legally entitled to the income, when it is virtually certain that the incoming resources can be measured with sufficient reliability.

Incoming resources from commercial trading operations represents consultancy fees, amounts received from companies for corporate sponsorship of the event, and amounts received from riders to participate in the event. These amounts are stated net of values added tax, except where the turnover falls within the Tour Operators' Margin Scheme. Incoming resources are deferred where the charitable company is not entitled to the income until a future accounting year.

Charitable donations raised by the event are recognised as incoming resources from generated funds in the charitable company.

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charitable company will comply with the conditions attaching to them and the grants will be received.

Resources expended

All expenditure is accounted for in the Statement of Financial Activities on an accruals basis and has been classified under headings that aggregate all costs related to that category of expenditure.

Costs of generating funds comprise costs incurred by the charitable company's trading subsidiary relating to the running and administration of the event, and costs incurred by the charitable company to administer their online giving.

Costs of charitable activities include grants payable in furtherance of the charitable company's objects. Grants payable represent donations to other charities and are accounted for when paid unless a firm commitment exists at the year end to pay grants in future periods in which case, grants payable are accrued in full.

Support costs are those incurred in connection with the administration and operation of the charitable company and are allocated in full to the sole activity of the charitable company, that of grant making.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charitable company and includes audit fees.

Depreciation

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life as follows:

- Fixtures and fittings - over three years
- Computer equipment - over three years

The carrying values of tangible fixed assets are reviewed for impairment in years if events or changes in circumstances indicated that the carrying value may not be recoverable.

Principal accounting policies Year ended 30 June 2023

Investments

Fixed asset investments are shown at cost less any provision for impairment.

Stocks

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

Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to the statement of financial activities.

Pensions

The subsidiary trading company contributes to its director's defined contribution stakeholder pension scheme at the rates agreed with the individual. Contributions are charged to the statement of financial activities as they become payable in accordance with the contribution agreement between the company and the director.

Going Concern

The subsidiary trading company has a net deficit which has arisen from losses from prior financial years. The net deficit is financed by a short term loan from the parent undertaking. The trustees have a reasonable expectation that the subsidiary trading company has adequate resources to continue in operational existence for the foreseeable future. Therefore the trustees continue to adopt the going concern basis of accounting in preparing the annual financial statements.

Irrecoverable VAT

Any irrecoverable VAT is charged to the statement of financial activities.

Notes to the consolidated financial statements Year ended 30 June 2023

1. Incoming resources from commercial trading operations

	2023 £	2022 £
Corporate sponsorship income	245,799	292,761
Riders' fees	397,715	330,142
Other income	137,785	89,171
	781,299	712,074

2. Costs of generating funds – commercial trading operations

	2023 £	2022 £
Crew and tour costs	176,778	152,278
Hotels	135,142	130,630
Advertising and merchandising	21,912	31,352
Staff costs (note 7)	220,014	179,932
Other ride costs	16,608	24,626
Travelling costs	83,086	61,735
Food and drink costs	62,465	54,909
Office costs	21,654	21,292
Legal and professional costs	11,156	7,746
Depreciation (note 10)	1,584	1,129
Insurance	3,864	3,561
Transaction fees	4,562	4,350
Management charges payable	9,569	14,906
Loss/(profit) on foreign exchange	3,471	(2,019)
Bank charges	1,878	1,346
	773,743	687,773

3. Costs of generating funds – voluntary income

	2023 £	2022 £
Office costs	27,724	28,078
Transaction fees	8,046	10,529
Bank charges	95	106
	35,865	38,713

Notes to the consolidated financial statements Year ended 30 June 2023

4. Costs of charitable activities

Grants payable in furtherance of the charitable company's objects:

	2023 £	2022 £
Coram	166,666	166,667
Multiple System Atrophy Trust	27,778	27,778
Tom ap Rhys Pryce Memorial Trust	27,778	27,778
Cyclists Fighting Cancer	27,778	27,778
Cancer Research	600	-
Funding Melanoma Research	-	6,650
Alzheimer's Research UK	-	578
Caring for Cyclists	-	3,800
	250,600	261,029
Grants paid by the charitable company	72,485	27,613
Grants payable and included in creditors (note 13)	178,115	233,416
	250,600	261,029

5. Governance costs

	2023 £	2022 £
Accountancy fees	5,900	3,950
Audit fees	7,458	7,100
	13,358	11,050

6. Net income/(expenditure) for the year

Net income for the year is stated after charging:

	2023 £	2022 £
Depreciation of owned fixed assets	1,584	1,128
Auditor's remuneration	7,458	7,100
	2023	2022
Analysis of auditors' remuneration	£	£
Audit fees - current year	7,458	7,100

7. Employees

The average monthly number of persons (excluding trustees) employed by the charitable company and its subsidiary undertaking during the year was:

	2023 No	2022 No
Administration and organisation	4	3
Staff costs for the above:	2023 £	2022 £
Wages and salaries	197,891	158,997
Social security costs	15,891	15,766
Other pension costs (note 17)	6,232	5,169
	220,014	179,932

One employee earned between £100,000 and £109,999 per annum in respect of the year ended 30 June 2023 (2022 – one employee between £90,000 and £99,999).

Trustees' remuneration

Neither the trustees, nor any persons connected with them, received any remuneration or reimbursement of expenses from the charitable company during the current or preceding year. None of the trustees were accruing benefits under money purchase or defined benefit pension schemes.

8. Taxation

Club Peloton is a registered charity and, therefore, is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

9. Net incoming resources attributable to members of the parent undertaking

The incoming resources relating to the parent undertaking are £346,486 (2022 – £421,840).

10. Tangible fixed assets - Group

	Fixtures and fittings £	Computer equipment £	Total £
Cost			
At 1 July 2022	11,493	5,464	16,957
Additions	-	1,366	1,366
Disposals	-	-	-
At 30 June 2023	<u>11,493</u>	<u>6,830</u>	<u>18,323</u>
Depreciation			
At 1 July 2022	11,493	4,335	15,828
Provided during the year	-	1,584	1,584
Released on disposal	-	-	-
At 30 June 2023	<u>11,493</u>	<u>5,919</u>	<u>17,412</u>
Net book value			
At 30 June 2023	<u>-</u>	<u>911</u>	<u>911</u>
At 30 June 2022	<u>-</u>	<u>1,129</u>	<u>1,129</u>

11. Investments - Company

	Shares in subsidiary undertaking £
Cost and net book value at 1 July 2022 and 30 June 2023	1

The charitable company owns the issued ordinary £1 share capital of Club Peloton Trading Limited, a company registered in England and Wales. The company number is 06428654 and the registered office address is Coram Campus, 41 Brunswick Square, London WC1N 1AZ. The subsidiary undertaking carries out trading activities, namely the administration and organisation of various charitable cycle rides, plus consultancy work in respect of other rides, and is held primarily to provide an investment return for the charitable company. The total taxable profit of the subsidiary undertaking is gifted to the parent undertaking each year. A summary of the subsidiary undertaking at 30 June 2023 is shown below:

	Notes	2023 £	2022 £
Turnover	1	781,299	712,073
Cost of sales		(466,785)	(406,940)
Gross profit/(loss)		314,514	305,133
Administrative expenses		(302,008)	(270,327)
Other operating income		47,848	69,359
Profit on ordinary activities before interest and gift aid		60,354	104,165
Interest receivable		-	-
Gift aid	18	-	-
Profit for the financial year		60,354	104,165

The aggregate of the assets and liabilities was:

	2023 £	2022 £
Assets	133,547	119,200
Liabilities	(171,249)	(217,256)
	(37,702)	(98,056)
Represented by:		
1 ordinary share of £1	1	1
Profit and loss account	(37,703)	(98,057)
	(37,702)	(98,056)

Notes to the consolidated financial statements Year ended 30 June 2023

12. Debtors

	Group		Charity	
	2023	2022	2023	2022
	£	£	£	£
Trade debtors	44,312	58,340	-	-
Amounts due from subsidiary undertaking (note 18)	-	-	37,022	99,302
Grants payable (note 4)	-	-	-	-
Other debtors	38,797	56,436	37,963	55,469
Prepayments and accrued income	22,460	1,840	-	-
	105,569	116,616	74,985	154,771

13. Creditors: amounts falling due within one year

	Group		Charity	
	2023	2022	2023	2022
	£	£	£	£
Trade creditors	14,589	20,828	-	362
Grants payable (note 4)	178,115	233,416	178,115	233,416
Other taxation	53,969	33,246	-	-
Other creditors	694	-	-	-
Accruals and deferred income	68,509	67,961	2,838	3,720
	315,876	355,451	180,953	237,498

Deferred income at 30 June 2023 is £1,151 (2022: £9,480) and relates to income and fees for events staged by the subsidiary undertaking after the year end.

14. Operating leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

	Group		Charity	
	2023	2022	2023	2022
	£	£	£	£
Less than one year	1,499			
Later than one year and not later than five years	-	5,996	-	-
	1,499	5,996	-	-

15. Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trusts to be applied for specific purposes:

	At 1 July 2022 £	Incoming resources £	Resources expended £	At 30 June 2023 £
Construction Industry Cycling Commission	7,651	-	(1,650)	6,001
Government grants	-	-	-	-
	7,651	-	(1,650)	6,001
	At 1 July 2021 £	Incoming resources £	Resources expended £	At 30 June 2022 £
Construction Industry Cycling Commission	11,451	-	(3,800)	7,651
Government grants	-	10,208	(10,208)	-
	11,451	10,208	(14,008)	7,651

The purpose of the Construction Industry Cycling Commission (CICC) restricted fund is to collect donations. Donations are spent on research and development in relation to improving cycling in cities. Further details can be found at the following website: www.cyclingcommission.org

The restricted fund for government grants relates to furlough amounts received during the financial year which have been expended on salaries for furloughed employees.

16. Analysis of net assets between funds

Group	General funds £	Restricted funds £	Total 2023 £	Total 2022 £
Fixed assets	911	-	911	1,129
Current assets	802,156	6,001	808,157	793,295
Creditors: amount falling due within one year	(315,876)	-	(315,876)	(355,451)
	487,191	6,001	493,192	438,973
Charity	General funds £	Restricted funds £	Total 2023 £	Total 2022 £
Fixed assets	1	-	1	1
Current assets	705,846	6,001	711,847	774,527
Creditors: amount falling due within one year	(180,953)	-	(180,953)	(237,498)
	529,379	6,001	530,895	537,030

17. Pension commitments

The group made pension contributions during the year to a defined contribution stakeholder pension scheme. During the year, contributions payable by the group amounted to £6,232 (2022 – £5,169). There were no outstanding or prepaid contributions during the current or preceding year.

18. Related party transactions

Transactions with the subsidiary undertaking, Club Peloton Trading Limited, in the year were:

	2023	2022
	£	£
Gift aid paid to the charitable company (note 11)	-	-
Amounts due from Club Peloton Trading Limited (note 12)	37,022	99,302

All transactions with all trustees were on an arm's length basis. Transactions with trustees during the financial year were as follows:

During the financial year Club Peloton Trading Limited received £2,000 (2022 – £2,000) in sponsorship and £2,699 (2022 - £nil) in rider registration fees from Maples Teeside LLP of which P Burke is a member. At the year end, the balance outstanding was £nil (2022 – £nil).

During the financial year Club Peloton Trading Limited received £79,500 (2022 – £nil) in sponsorship and £8,096 (2022 - £nil) in rider registration fees from Knight Frank of which E Goodford is a partner. At the year end, the balance outstanding was £nil (2022 – £nil).

During the financial year Club Peloton Trading Limited received £2,000 (2022 – £nil) in sponsorship and £5,398 (2022 - £nil) in rider registration fees from Heyne Tillett Steel of which N Gordon is a manager. At the year end, the balance outstanding was £nil (2022 – £nil).

During the financial year Club Peloton Trading Limited received £9,500 (2022 – £nil) in sponsorship and £3,877 (2022 - £nil) from Segro of which A Freeman is a director. At the year end, the balance outstanding was £nil (2022 – £nil).

19. Control

Control of the charitable company lies with the trustees who are members of the charitable company.