

**PIG SHED TRUST**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

# PIG SHED TRUST

## LEGAL AND ADMINISTRATIVE INFORMATION

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<b>Trustees</b>	Mr H S Jones Mr D J Cox
<b>Charity number</b>	1146739
<b>Principal address</b>	The Farmhouse Biddenfield Lane Shedfield Southampton Hampshire United Kingdom SO32 2HP
<b>Auditor</b>	Azets Audit Services 24 Park Road South Havant Hampshire United Kingdom PO9 1HB

# PIG SHED TRUST

## CONTENTS

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	<b>Page</b>
Trustees' report	1 - 7
Statement of trustees' responsibilities	8
Independent auditor's report	9 - 12
Group statement of financial activities	13
Group balance sheet	14
Charity balance sheet	15
Group statement of cash flows	16
Notes to the financial statements	17 - 30

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# PIG SHED TRUST

## TRUSTEES' REPORT

**FOR THE YEAR ENDED 30 JUNE 2021**

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The trustees present their report and financial statements for the year ended 30 June 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's trust deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

### Objectives and activities

#### Objectives of the Charity

The Trustees of Pigged Trust hold the Trust Fund and its income upon trust to apply them for all objects that are regarded as exclusively charitable under the law of England and Wales.

#### The Charity Vision

Pig Shed Trust is primarily focused on interventions that promote conservation and change the natural environment for the better. In particular, the focus is on activities that will benefit both wildlife and the people living with it. The interventions must be smart, well-run projects that use sound business principles to achieve measurable outcomes. Pig Shed Trust undertakes projects itself and funds partner charities and organisations to run compatible projects.

#### Objectives for 2020 – 2021

Pig Shed Trust has focused on several key objectives over this financial year:

1. Progress the internal scallop ranching project to develop a commercial size scallop farm
2. Implement planning and measurement into all grants and interventions undertaken to help quantify the outcomes and impact
3. Support the local wildlife around Pig Shed Trust's home office in Hampshire

#### Strategy for achieving the objectives

Pig Shed Trust has narrowed its focus to mainly in house projects in order to achieve its objectives. The objectives for 2020-21 remain unchanged from last year and the work undertaken during this year builds on the foundations previously developed.

#### Strategy for Objective 1

The scallop project will take a further loan out from Pig Shed Trust to progress the cultivation of scallops ready for harvesting. With the construction of an in house hatchery the focus is on producing sufficient output from the hatchery to keep the farm site stocked.

#### Strategy for Objective 2

Planning and measurement is core to Pig Shed Trust and all the projects use scientific rigour and SMART planning to ensure they achieve the best results possible.

#### Strategy for Objective 3

Pig Shed Trust will continue to look for interventions within the local countryside to best support wildlife. This will involve working with the Hampshire and Isle of Wight Wildlife Trust and managing Biddenfield Estate to actively enhance wildlife in and around it.

### Activities

#### The internal Scallop Ranch Project

Scallop Ranch Ltd (SRL) has continued to focus on managing scallop survivability along with identifying modifications to equipment to help make the husbandry processes more efficient.

SRL continues to work with the University of Plymouth (UoP) to establish best practices in husbandry skills and better understand mortality.

SRL has continued to sell scallops to several processors and achieved unit prices in line with expectations, placing them on a par with dive caught prices.

# **PIG SHED TRUST**

## **TRUSTEES' REPORT (CONTINUED)**

***FOR THE YEAR ENDED 30 JUNE 2021***

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Having begun construction last year, the scallop hatchery was completed during the first half of the year in time to start the process of spawning during winter ready for spat to exit in the summer. Because this is the first commercial hatchery in the UK and knowledge is very limited, expectations of a successful first year were tempered, with success deemed as having produced a small number of spat that left the hatchery for the farm. This would allow for the process to be scaled.

As it turned out, after a few challenging spawning events, the processes began to fall into place and the end result was just over 1 million spat leaving the hatchery for the farm – comparable to some years production from the hatchery we had been using in Norway.

### **Supporting local Wildlife**

Pig Shed Trust has completed the renovation work on all the residential properties at Biddenfield Estate and they are all let out, helping to provide the estate with the funds it needs to further its wildlife objectives.

When PST first purchased Biddenfield Estate, baseline surveys were commissioned to give a better understanding of the wildlife on the whole estate and provide information with which to manage it to enhance the wildlife. Since then, the surveys have continued and remain an important tool to influence the interventions on the estate. This approach will be applied to the new piece of land too.

PST had the opportunity to replicate the successes of Biddenfield when a 1000 acre farm on the Hampshire/Sussex boarder came up for sale. After successful negotiations, the sale of South Holt exchanged during the year with completion falling into next year. The business plan for the estate remains very similar to that of Biddenfield, using the assets on the estate to fund the conservation work.

PST will instigate a number of baseline surveys to enable decision making on how to manage the estate to best enhance the wildlife.

### **Planning and Measurement**

Pig Shed Trust continues to use planning and measurement in all of its projects and this is demonstrated through the engagement of surveys from external experts and working with Plymouth University to apply scientific rigour to processes in order to drive improvements.

### **Volunteers**

Pig Shed Trust has one Trustee who volunteers to work for the trust on a virtually full time basis and who manages the day-to-day activities and commitments of the Trust.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

# PIG SHED TRUST

## TRUSTEES' REPORT (CONTINUED)

### FOR THE YEAR ENDED 30 JUNE 2021

#### Achievements and performance

The following table details the grants and projects undertaken and financed during the year and sets out what the intended objectives were and whether these were achieved.

Objectives 2020-21	Grants & Projects	Value	Objectives	Pig Shed Trust activities	Outcomes
1. Progress the internal scallop ranching project to develop a commercial size scallop farm	Scallop Ranch took a commercial loan with PST to progress the site in Torbay as well as a capital loan to build a hatchery in Brixham	£220,000 + £250,000	To take the learning from the scallop nursery trials and scale up the site so that it is capable of producing scallops commercially	Scallop Ranch Ltd (SRL), a wholly owned subsidiary of PST, has secured the lease of an area within Brixham Harbour to house a hatchery. A building made from containers has been designed and built, installed and is ready to be fitted out with all the necessary equipment required to setup a hatchery	Previously, mortality was the biggest factor challenging the project. This remains the number 1 challenge, however progress is being made on reducing it through targeted interventions to remove predators and reducing density in the nets. This has begun to deliver better survival rates. Work will continue in this area to find the sweet spot between effort and yield.
2. Implement planning and measurement into all grants and interventions undertaken to help quantify the outcomes and impact	Marine Conservation Society		To implement a process of measuring the outcomes of the work funded by the grant money	Working with the key members of the MCS team to identify the measurable aspects of the grant and help ensure that these are reviewed during and post the grant period	The work on this area has helped focus the work effort in the grants to make sure that emphasis is given to the activities that deliver the best outcomes for the project
3. Support the local wildlife around Pig Shed Trust's home office in Hampshire	Management of Biddenfield Estate and procurement of additional land adjacent to the existing estate	£975,000	To create an area of land managed purely for the enhancement of wildlife local to Pig Shed Trust	BEML, a wholly owned subsidiary of PST has undertaken active management of both the woodland areas and grass/arable areas to enhance wildlife and obtain Countryside Higher Level Stewardship grants to help support the work. The HLS schemes have had mixed results which have been documented by ongoing surveys, which have in turn informed the management decisions for the land and enabled significant enhancement to be observed through grazing, tree felling etc.	Base line surveys of the various indicator species were all carried out before any management took place and these have become invaluable to the decision making process for managing the estate. Yearly on going surveys have built up a picture showing the significant enhancement that is happening to the estate. All indications point towards significant wildlife enhancement, which will inform decisions going forward.

# PIG SHED TRUST

## TRUSTEES' REPORT (CONTINUED)

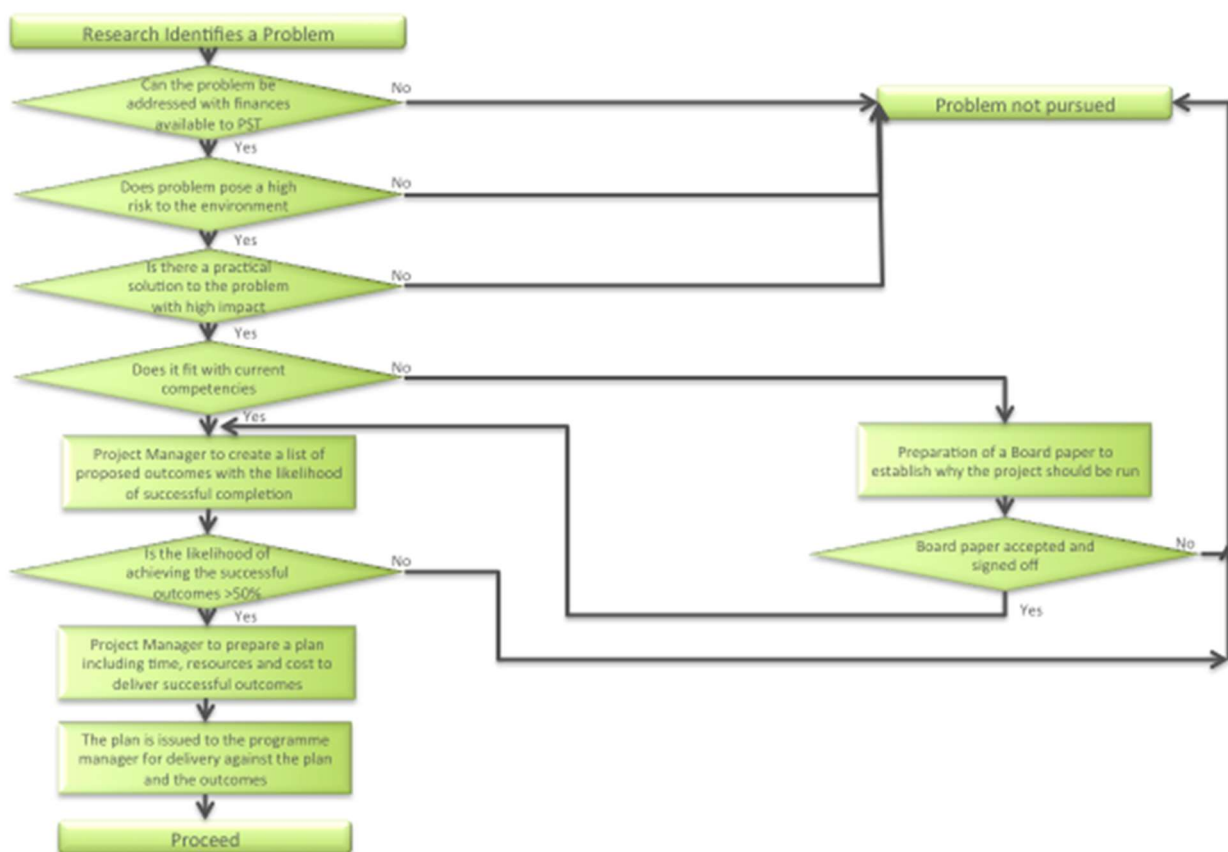
FOR THE YEAR ENDED 30 JUNE 2021

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### Grant making decision process

Pig Shed Trust continues to use two decision processes, one is for internal projects that it is looking to undertake and the other is for grant applications that have been received from third parties.

## Internal Decision Process

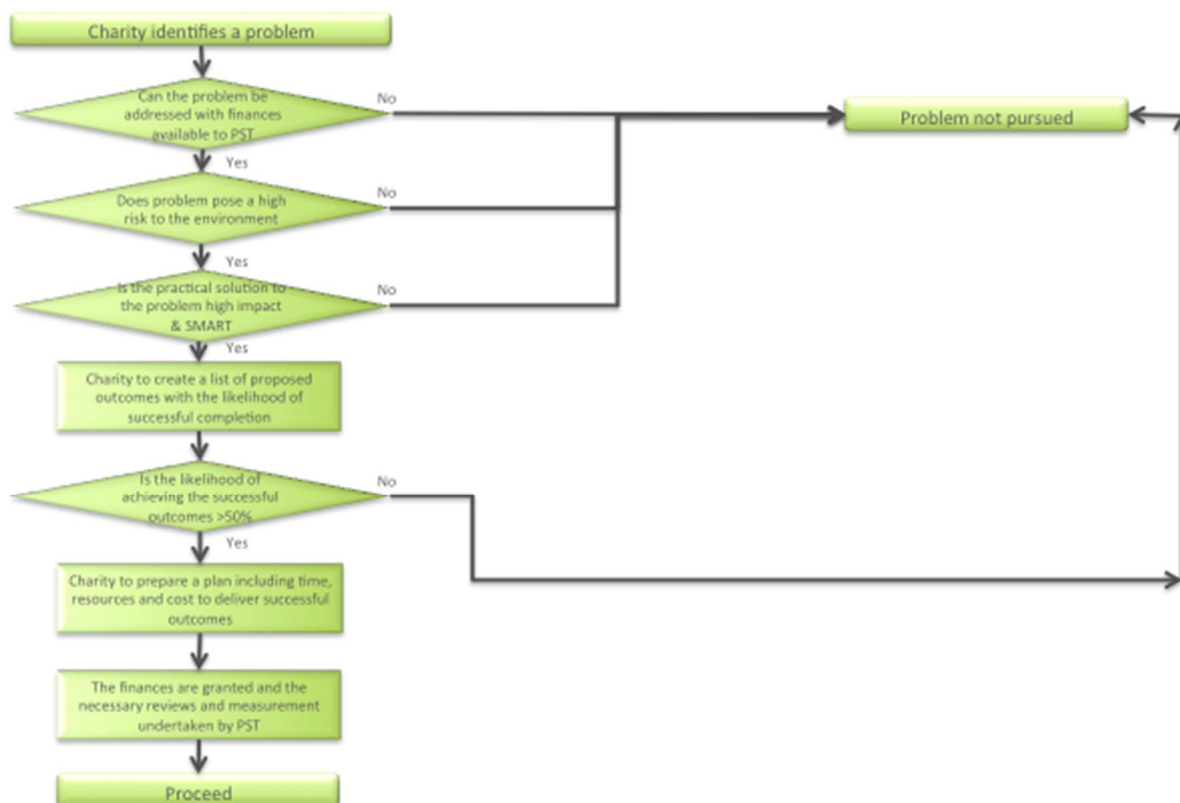


## PIG SHED TRUST

### TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

# External Funding Decision Process



In both instances, the Trustees will make the final decision on committing funds to a project or application.



# PIG SHED TRUST

## TRUSTEES' REPORT (CONTINUED)

### FOR THE YEAR ENDED 30 JUNE 2021

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#### Financial review

The Charity's funding has mainly come in from a donation from Harvey Jones, investment income and a gift aid claim. During the year incoming resources totalled £1,527,267 and resources expensed totalled £542,673. At the year end the Charity held unspent funds (or 'free' reserves) of £3,927,409 (2020: £2,731,678).

Full details of the application of funds and movement in resources for the Charity are given in the Statement of Financial Activities on page 14. All assets are held in furtherance of the objects of the Charity. The financial statements comply with current statutory requirements and with the Charity's governing document.

The Charity has two trading subsidiaries, Scallop Ranch Limited and Biddenfield Estate Management Limited. During the year, Scallop Ranch Limited made a loss of £455,295 (2020: £393,418), with net liabilities of £1,920,676 (2020: £1,465,381). The company is incurring costs relating to the farming of scallops, which will ultimately enable them to generate an income. Biddenfield Estate Management Limited made a loss of £63,723 (2020: profit of £14,538) in the year, with closing net liabilities of £280,631 (2020: £216,908). The company is currently undertaking work to Biddenfield Estate, which will enable them to generate an income.

Pig Shed Trust does not have any pension or employment liabilities and therefore reserves are required to meet any of the following eventualities:

- The risk of an unforeseen emergency, e.g. a repair or urgent seen funding of a project
- Long term commitments to grants beyond 1 year
- To meet the Trust's objectives of future years
- Professional services, such as legal or accounting associated with any problems the Trust may encounter

Pig Shed Trust holds funds capable of financing the above eventualities and will continue to do so. If there are any significant changes to the way that Pig Shed Trust operates, the above list of reserve elements will be reviewed and sufficient funds will be kept in reserve to meet any additional eventualities.

Pig Shed Trust has continued its funding activities with its core projects, building on the previous years activities. Long term relationships with the grantees is essential in order to develop outcomes that meet the requirements of both organisations and to understand each others strengths and weaknesses and best capitalise on these.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

# PIG SHED TRUST

## TRUSTEES' REPORT (CONTINUED)

### FOR THE YEAR ENDED 30 JUNE 2021

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The plan for the following year is to build on the projects and relationships that have flourished during this year. From this, the key areas of focus will be:

- Grow the income stream from the scallop project and make it commercially viable
- Enhance the estate management plans to deliver the maximum wildlife benefit and maintain a perpetual income source using the estate's assets to support the estate work
- Establish South Holt Farm base line surveys and begin managing the estate with wildlife as the focus
- Active reviews of the grant/project outcomes

#### Structure, governance and management

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

The trustees who served during the year and up to the date of signature of the financial statements were:

Mr H S Jones

Mr D J Cox

It is the responsibility of the trustees to appoint a new trustee and this will be done as and when it is agreed by the serving trustees that there is a requirement. Any proposed trustee must not have been disqualified from acting as a trustee before and be aged 18 or over. There have been no appointments during this financial year.

Harvey Jones, a Trustee of the Charity, takes the active lead in the day-to-day running of Pig Shed Trust and when a decision is deemed as significant, it is discussed at a Trustee Meeting.

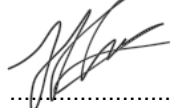
Pig Shed Trust does not directly employ anybody and relies on the active engagement of its trustees in a volunteer capacity. Where specialist and professional services are required, they are contracted in. The trustees, in line with the main objectives and vision of the charity make all financial and strategic decisions.

On the appointment of a new trustee, they will be made aware of the Charities Commission "The Essential Trustee: What you need to know (CC3)" document, familiarised with it, trained in any areas they are not familiar with and expected to undertake the duties and responsibilities as set out in it.

Part of the aims of Pig Shed Trust are to provide grant funding to other charitable organisations to help them pursue their objectives that in turn broadly enhance the vision and objectives of Pig Shed Trust.

There are very few major risks identified by the trustees however, where engagement with third parties takes place, suitable contracts are put in place to help manage and reduce any apparent risks.

The trustees' report was approved by the Board of Trustees.



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**Mr H S Jones**

Trustee

Dated: 25/4/22 .....



# **PIG SHED TRUST**

## **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

***FOR THE YEAR ENDED 30 JUNE 2021***

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The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales 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 charity and of the incoming resources and application of resources of the charity for that year.

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 Charities SORP;
- 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 operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

# PIG SHED TRUST

## INDEPENDENT AUDITOR'S REPORT

### TO THE TRUSTEES OF PIG SHED TRUST

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#### Opinion

We have audited the financial statements of Pig Shed Trust (the 'charity') for the year ended 30 June 2021 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including 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 charity's affairs as at 30 June 2021 and of its incoming resources and application of resources, 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 Charities Act 2011.

#### 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

In auditing the financial statements, we have concluded that the trustees' 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 charity'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 trustees with respect to going concern are described in the relevant sections of this report.

#### Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

# PIG SHED TRUST

## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

### TO THE TRUSTEES OF PIG SHED TRUST

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#### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

#### **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 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 cease operations, or have no realistic alternative but to do so.

#### **Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

# PIG SHED TRUST

## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

### TO THE TRUSTEES OF PIG SHED TRUST

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Extent to which the audit was considered capable of detecting irregularities, including fraud  
Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

#### Other matters

Your attention is drawn to the fact that the charity has prepared financial statements 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)" (as amended) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

This has been done in order for the financial statements to provide a true and fair view in accordance with current Generally Accepted Accounting Practice.

# PIG SHED TRUST

## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

### TO THE TRUSTEES OF PIG SHED TRUST

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#### Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' 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 trustees as a body, for our audit work, for this report, or for the opinions we have formed.



**James Reilly ACCA (Senior Statutory Auditor)**  
**for and on behalf of Azets Audit Services**

27/04/2022  
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**Chartered Accountants**  
**Statutory Auditor**

24 Park Road South  
Havant  
Hampshire  
United Kingdom  
PO9 1HB

Azets Audit Services is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006.

# PIG SHED TRUST

## GROUP STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

**FOR THE YEAR ENDED 30 JUNE 2021**

	Notes	Unrestricted funds 2021 £	Unrestricted funds 2020 £
<b><u>Income from:</u></b>			
Donations and legacies	3	1,376,383	625,000
Charitable activities	4	640	-
Investments	5	326	9,372
Other income	6	200,595	270,498
<b>Total income</b>		<b>1,577,944</b>	<b>904,870</b>
<b><u>Expenditure on:</u></b>			
Raising funds	7	688,816	602,356
Charitable activities	8	71,717	58,849
<b>Total resources expended</b>		<b>760,533</b>	<b>661,205</b>
Net gains/(losses) on investments	13	-	9,378
Deferred tax – timing differences		71,805	60,081
<b>Net income for the year/ Net movement in funds</b>		<b>889,216</b>	<b>313,124</b>
Fund balances at 1 July 2020		9,504,077	9,190,953
<b>Fund balances at 30 June 2021</b>		<b>10,393,293</b>	<b>9,504,077</b>

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

All income and expenditure derive from continuing activities.



# PIG SHED TRUST

## GROUP BALANCE SHEET

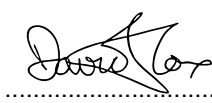
AS AT 30 JUNE 2021

	Notes	2021 £	£	2020 £	£
<b>Fixed assets</b>					
Tangible assets	14	19,154,519		8,936,836	
		<u>19,154,519</u>		<u>8,936,836</u>	
<b>Current assets</b>					
Stock		600		4,500	
Debtors	16	464,786		336,928	
Cash at bank and in hand		9,464,194		276,337	
		<u>9,929,580</u>		<u>617,765</u>	
<b>Creditors: amounts falling due within one year</b>	17	(8,673,014)		(50,524)	
Net current assets		<u>1,256,566</u>		<u>567,241</u>	
<b>Total assets less current liabilities</b>		<u>20,411,085</u>		<u>9,504,077</u>	
<b>Creditors: amounts falling due after more than one year</b>	18	(10,017,792)		-	
<b>Net assets</b>		<u>10,393,293</u>		<u>9,504,077</u>	
<b>Income funds</b>					
Unrestricted funds		<u>10,393,293</u>		<u>9,504,077</u>	
		<u>10,393,293</u>		<u>9,504,077</u>	

The financial statements were approved by the Trustees on 26/4/22.....



Mr H S Jones  
Trustee



Mr D J Cox  
Trustee


# PIG SHED TRUST

## CHARITY BALANCE SHEET

AS AT 30 JUNE 2021

	Notes	2021 £	£	2020 £	£
<b>Fixed assets</b>					
Tangible assets	14	18,317,487		8,528,624	
Investments	15		2		2
		18,317,489		8,528,626	
<b>Current assets</b>					
Debtors	16	3,223,983		2,617,247	
Cash at bank and in hand		9,363,535		186,792	
		12,587,518		2,804,039	
<b>Creditors: amounts falling due within one year</b>	17	(8,642,317)		(72,361)	
Net current assets		3,945,201		2,731,678	
<b>Total assets less current liabilities</b>		22,262,690		11,260,304	
<b>Creditors: amounts falling due after more than one year</b>	18	(10,017,792)		-	
<b>Net assets</b>		12,244,898		11,260,304	
<b>Income funds</b>					
Unrestricted funds		12,244,898		11,260,304	
		12,244,898		11,260,304	

The financial statements were approved by the Trustees on 26/4/22

  
 .....  
 Mr H S Jones  
 Trustee

  
 .....  
 Mr D J Cox  
 Trustee

# PIG SHED TRUST

## GROUP STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2021

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	Notes	2021 £	£	2020 £	£
<b>Cash flows from operating activities</b>					
Cash generated from operations	22	9,612,073		327,781	
<b>Investing activities</b>					
Purchase of tangible fixed assets	(10,423,890)		(1,557,032)		
Sale of tangible fixed assets	-		28,000		
Purchase of investments	-		(297,753)		
Proceeds on disposal of investments	-		919,644		
Interest received	(326)		6,874		
Dividends received	-		2,498		
<b>Net cash used in investing activities</b>		(10,424,216)		(897,769)	
<b>Financing activities</b>					
Loans received for charitable activities	10,000,000				
<b>Net cash used in financing activities</b>		10,000,000		-	
<b>Net increase/(decrease) in cash and cash equivalents</b>		9,187,857		(569,988)	
Cash and cash equivalents at beginning of year		276,337		846,325	
<b>Cash and cash equivalents at end of year</b>		9,464,194		276,337	

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# PIG SHED TRUST

## NOTES TO THE FINANCIAL STATEMENTS

**FOR THE YEAR ENDED 30 JUNE 2021**

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### **1 Accounting policies**

#### **1.1 Accounting convention**

The financial statements have been prepared in accordance with the charity's [governing document], the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

#### **1.2 Going concern**

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

The trustees have considered the impact of Covid-19 and conclude that there is minimal impact on the activities of the charity and its subsidiaries.

#### **1.3 Group financial statements**

The financial statements consolidate the results of the charity and its wholly owned subsidiaries, Scallop Ranch Ltd and Biddenfield Estate Management Limited on a line by line basis. A separate Statement of Financial Activities for the charity has not been presented because the charity has taken advantage of the exemption afforded by Companies Act 2006, s.408.

#### **1.4 Charitable funds**

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

#### **1.5 Income**

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

# PIG SHED TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 30 JUNE 2021**

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### **1 Accounting policies**

#### **1.5 Expenditure**

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

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

#### **1.6 Tangible fixed assets**

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% on cost
Leasehold improvements	20-25% on cost
Plant and machinery	10-25% on cost and 25% on reducing balance
Fixtures and fittings	20% on cost
Computers	25% on cost and 25% on reducing balance

All assets costing more than £2,000 are capitalised.

Freehold property consists of land, which is considered to have an infinite life and a value greater than cost. On this basis no depreciation has been provided for the land element.

The assets' residual values, useful lives and depreciation methods are reviewed and adjusted prospectively if appropriate.

#### **1.7 Impairment of fixed assets**

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

#### **1.8 Stocks**

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

The scallops are recognised in stock when they are at the required size for sale.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

#### **1.9 Equity instruments**

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

# PIG SHED TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 30 JUNE 2021

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#### 1 Accounting policies

##### 1.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

##### 1.11 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

##### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

##### **Basic financial liabilities**

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

##### **Derecognition of financial liabilities**

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

##### 1.12 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leases asset are consumed.

##### 1.13 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in net income/(expenditure) for the period.

# PIG SHED TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 30 JUNE 2021**

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### **1 Accounting policies**

#### **1.14 Government grants**

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

#### **1.15 Tax**

The tax expense represents the sum of the tax currently payable and deferred tax.

##### ***Current tax***

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

##### ***Deferred tax***

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit or loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

#### **1.16 Retirement benefits**

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

# PIG SHED TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 30 JUNE 2021**

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### 2 Critical accounting estimates and judgements

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 where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

The Trustees consider there to be no significant judgements or estimates made during the preparation of these financial statements.

### 3 Donations and legacies

	<b>Unrestricted funds</b>	Unrestricted funds
	<b>2021</b>	2020
	<b>£</b>	<b>£</b>
Donations and gifts	1,101,106	500,000
Gift aid	275,277	125,000
	<hr/>	<hr/>
	1,376,383	625,000
	<hr/>	<hr/>

### 4 Charitable activities

	<b>2021</b>	2020
	<b>£</b>	<b>£</b>
Other income	640	-
	<hr/>	<hr/>
	640	-
	<hr/>	<hr/>



# PIG SHED TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

### 5 Investments

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
Investment income - interest and dividends	-	9,372
Other interest receivable	326	-
	<u>326</u>	<u>9,372</u>

### 6 Trading income

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
Rent receivable	120,920	95,390
RPA income	33,695	34,436
Government grants	20,000	10,000
Insurance claims receivable	-	67,426
Sundry income	5,347	403
Other income	3,000	39,241
Profit on sale of tangible asset	-	20,081
Sale of goods	17,633	3,521
	<u>200,595</u>	<u>270,498</u>

# PIG SHED TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

### 7 Trading Expenditure

	Total	Unrestricted funds
	2021	2020
	£	£
Opening stock of finished goods	4,500	-
Purchases	193,511	187,194
Closing stock of finished goods	(600)	(4,500)
Estate costs	102,912	97,826
Investment management	-	1,559
Wages and salaries	53,234	43,918
Social security costs	3,295	2,355
Staff training	-	1,183
Staff pension costs defined contribution	1,600	1,318
Directors' remuneration	48,099	48,009
Directors' social security costs	2,991	2,991
Directors' pension costs – defined contribution scheme	1,440	1,440
Rent	23,472	15,561
Rates	(328)	9,983
Cleaning	180	-
Power, light and heat	11,921	2,725
Repairs and maintenance	14,602	7,582
Insurance	19,470	18,099
Computer running costs	689	-
Motor running expenses	-	1,123
Travelling expenses	11,584	9,901
Professional subscriptions	662	250
Bank charges	294	214
Printing and stationery	421	793
Telecommunications	60	61
Legal and professional fees	5,457	12,304
Consultancy fees	16,457	12,600
Accountancy	3,800	3,150
Sundry expenses	1,837	1,346
Depreciation	167,256	123,371
	<u>688,816</u>	<u>602,356</u>

# PIG SHED TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

### 8 Charitable activities

	Direct costs 2021 £	Direct costs 2020 £
Sundry expenses	-	(776)
Freehold property depreciation	38,951	31,540
Legal and professional charges	23,686	22,225
	<u>62,637</u>	<u>52,989</u>
Share of governance costs (see note 9)	9,080	5,860
	<u>71,717</u>	<u>58,849</u>

### 9 Support costs

	Support costs £	Governance costs £	2021 Support costs £	Governance costs £	2020 £
Audit fees	-	9,080	9,080	-	5,860
	<u>-</u>	<u>9,080</u>	<u>9,080</u>	<u>-</u>	<u>5,860</u>
Analysed between Charitable activities	-	9,080	9,080	-	5,860
	<u>-</u>	<u>9,080</u>	<u>9,080</u>	<u>-</u>	<u>5,860</u>

### 10 Auditor's remuneration

The analysis of auditor's remuneration is as follows:

**Fees payable to the charity's auditor and associates:**

	2021 £	2020 £
Audit of the charity's annual accounts	<u>9,080</u>	<u>5,860</u>

### 11 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

# PIG SHED TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 30 JUNE 2021**

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### 12 Employees

The average monthly number of persons (including directors) employed by the group and company during the year was:

<b>Group 2021 Number</b>	<b>2020 Number</b>	<b>Charity 2021 Number</b>	<b>2020 Number</b>
<u>5</u>	<u>5</u>	<u>-</u>	<u>-</u>

### 13 Net gains/(losses) on investments

	<b>Total</b>	Unrestricted funds
	<b>2021 £</b>	<b>2020 £</b>
Gain/(loss) on sale of investments	<u>-</u>	<u>9,378</u>

# PIG SHED TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 30 JUNE 2021

14								
Group tangible fixed assets	Freehold land and buildings	Leasehold improvements	Assets under construction	Plant and equipment	Fixtures and fittings	Computers	Total	
	£	£	£	£	£	£	£	£
At 1 July 2020	8,096,053	-	516,467	706,444	5,801	4,463	9,329,228	
Additions	9,603,220	362,566	224,594	232,283	789	438	10,423,890	
Disposals	-	-	-	-	-	-	-	
Other changes	741,061	-	(741,061)	-	-	-	-	
At 30 June 2021	18,440,334	362,566	-	938,727	6,590	4,901	19,753,118	
<b>Depreciation and impairment</b>								
At 1 July 2020	83,896	-	-	305,154	541	2,801	392,392	
Depreciation charged in the year	38,951	34,692	-	130,824	1,252	488	206,207	
Eliminated in respect of disposals	-	-	-	-	-	-	-	
At 30 June 2021	122,847	34,692	-	435,978	1,793	3,289	598,599	
At 30 June 2021	18,317,487	327,874	-	502,749	4,797	1,612	19,154,519	
At 30 June 2020	8,012,157	-	516,467	401,290	5,260	1,662	8,936,836	

# PIG SHED TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

### 14 Charity tangible fixed assets

	Freehold land and buildings £	Assets under construction £	Total £
<b>Cost</b>			
At 1 July 2020	8,096,053	516,467	8,612,520
Additions	9,603,220	224,594	9,827,814
Other changes	741,061	(741,061)	-
At 30 June 2021	18,440,334	-	18,440,334
<b>Depreciation and impairment</b>			
At 1 July 2020	83,896	-	83,896
Depreciation charged in the year	38,951	-	38,951
At 30 June 2021	122,847	-	122,847
<b>Carrying amount</b>			
At 30 June 2021	18,317,487	-	18,317,487
At 30 June 2020	8,012,157	516,467	8,528,624

### 15 Fixed asset investments

	Group 2021 £	2020 £	Charity 2021 £	2020 £
Investments in subsidiaries	-	-	2	2

### Movements in fixed asset investments

Charity	Investments £
<b>Cost or valuation</b>	
At 1 July 2020 & 30 June 2021	2
<b>Carrying amount</b>	
At 30 June 2021	2
At 30 June 2020	2

# PIG SHED TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

### 16 Debtors

	Group 2021	2020	Charity 2021	2020
Amounts falling due within one year:	£	£	£	£
Trade debtors	1,602	-	-	-
Prepayments and accrued income	8,154	5,375	540,056	390,138
Other debtors	3,001	3,001	2,683,927	2,227,109
VAT	69,455	17,782	-	-
Deferred tax asset	382,574	310,770	-	-
	<u>464,786</u>	<u>336,928</u>	<u>3,223,983</u>	<u>2,617,247</u>

### 17 Creditors

	Group 2021	2020	Charity 2021	2020
Amounts falling due within one year:	£	£	£	£
Other creditors	8,636,306	4,988	8,627,668	32,757
Deferred income	4,135	-	768	-
Trade creditors	20,923	1,203	5,880	-
Accruals	11,650	44,334	8,001	39,604
	<u>8,673,014</u>	<u>50,524</u>	<u>8,642,317</u>	<u>72,361</u>

### 18 Creditors

	Group 2021	2020	Charity 2021	2020
Amounts falling due after more than one year:	£	£	£	£
Other creditors	10,000,000	-	10,000,000	-
Deferred income	17,792	-	17,792	-
	<u>10,017,792</u>	<u>-</u>	<u>10,017,792</u>	<u>-</u>

# PIG SHED TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 30 JUNE 2021**

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### **19 Related party transactions**

During the year total donations of £1,101,106 (2020: £500,000) were received from Harvey Jones and Lester Jones.

#### **Mr H S Jones**

Trustee of the charity

Mr H S Jones remained in a rental agreement with Biddenfield Estate Management Limited in respect at a commercial rent as advised by an external advisor.

A £10,000,000 loan was received into the Charity during the year for the purchase of South Holt Farm.



# PIG SHED TRUST

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 30 JUNE 2021**

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<b>20</b>	<b>Group cash generated from operations</b>	<b>2021 £</b>	<b>2020 £</b>
	Surplus for the year	889,216	313,124
	Adjustments for:		
	Tax charged	(71,805)	(60,081)
	Depreciation charges	206,207	154,911
	(Gain)/loss on disposal of investments	-	(9,378)
	Profit on disposal of fixed assets	-	(20,081)
	Interest received	326	-
	Interest on investments	-	(2,498)
	Dividends received	-	(6,874)
	Movements in working capital:		
	(Decrease)/increase in stock	3,900	(4,500)
	(Increase)/decrease in debtors	(56,055)	20,785
	Increase/(decrease) in creditors	8,640,284	(57,627)
	<b>Cash generated from operations</b>	<b>9,612,073</b>	<b>327,781</b>