

AEROBILITY

England & Wales · Charity number 1149629

Details

Status Registered

Legal form Charitable company

Company number [08200768](#)

Registered 2012-11-06

Register [View on the Charity Commission register](#)

Contact

Address Aerobility
Blackbushe Airport
Blackwater
Camberley
Surrey
GU17 9LQ

Phone 03033031230

Email frontdesk@aerobility.com

Website www.aerobility.com

Activities

Objects: TO PROMOTE AND PROVIDE EDUCATION, RECREATION AND LEISURE TIME ACTIVITIES FOR DISABLED PERSONS IN PARTICULAR BY PROVIDING OPPORTUNITIES IN AVIATION WITH THE OBJECT OF IMPROVING THE CONDITIONS OF LIFE

Activities: To promote and provide education, recreation and leisure time activities for disabled persons in particular by providing opportunities in aviation with the object of improving the conditions of life.

Classification

- **How:** Provides Services, Provides Advocacy/advice/information
- **What:** General Charitable Purposes, Education/training, Disability, Amateur Sport
- **Who:** People With Disabilities

Geography

- **Area of benefit:** NATIONAL
- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£976,960	£1,158,880	£823,016	16
2023-12-31	£849,656	£1,373,854	£1,004,936	13
2022-12-31	£932,257	£742,153	£1,544,600	11
2021-12-31	£611,318	£547,464	£1,354,496	10
2020-12-31	£1,247,139	£467,462	£1,290,642	11

Trustees

Name	Role	Appointed
Neil John Tucker	Chair	2019-08-01
Allister Huw Bridger		2014-02-06
Benjamin Chad Griffiths		2024-07-01
Christian Fahey		2024-07-01
Fleur Cox		2024-07-01
Iain Walter McNicoll		2026-01-01
JON WINDOVER		2012-10-08
Jameson Robert Mark Smith		2020-11-20
Paul Winstanley		2014-02-06
Simon Morgan Warr		2014-09-26
YVONNE ELLIOTT		2026-01-01

AEROBILITY

England & Wales - Charity number 1149629

Accounts

Aerobility

Trustees' Report

and Financial Statements

for the year ended 31 December 2024

Registered Charity Number 1149629

Registered Company Number 08200768

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

CHARITY INFORMATION

Trustees

Shona Bowman	Chairman	
Jon Windover	Deputy Chairman	
Allister Bridger		
Fleur Cox		(appointed 1 July 2024)
Christian Fahey		(appointed 1 July 2024)
Benjamin Griffiths		(appointed 1 July 2024)
Jamie Smith	Treasurer	
Neil Tucker		
Simon Warr		
Brian Wheeler		(appointed 01 April 2024, resigned 20 January 2025)
Paul Winstanley		

Company Secretary

Christian Fahey (appointed 1 July 2024)

Principal Office

Blackbushe Airport
Camberley
GU17 9LQ

Registered Office

Cawley Priory
South Pallant
Chichester
West Sussex
PO19 1SY

Registered Charity Number

1149629

Registered Company Number

08200768

Chief Executive

Mike Miller-Smith MBE FRAeS

Independent Auditor

Blue Spire Limited
Cawley Priory
South Pallant
Chichester
West Sussex
PO19 1SY

Bankers

CAF Bank Limited
25 Kings Hill Avenue
West Malling
ME19 4JQ

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

REPORT OF THE TRUSTEES

The trustees hereby present their Annual Report for the purposes of the Charities Act 2011 and Sections 416 to 419 of the Companies Act 2006, together with the accounts for the year ended 31 December 2024. The trustees have adopted the provisions of the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard (FRS 102).

STRUCTURE GOVERNANCE AND MANAGEMENT

Aerobility is a charitable company limited by guarantee incorporated on 4 September 2012 (company number 08200768) and registered as a charity on 6 November 2012 (charity number 1149629). It is governed by its Articles of Association. The members of the Company are the Directors who are also Trustees under Charity law.

The Board meets regularly and provides the strategic direction and oversight of the charity.

Trustees are recruited by advertising in suitable media and by actively considering suitably qualified individuals who make a direct approach. Candidates are interviewed and skills audited. New trustees are supplied with copies of the charity's governing and policy documents together with Charity Commission guidance, such as CC3 and CC8, and receive training as necessary.

Aerobility pay policy for key staff reflects experience, performance and regional variations. All salary increases are subject to approval by the Board of Trustees Remuneration Committee.

OBJECTIVES AND ACTIVITIES

The charity's objects are:

To promote and provide education, recreation and leisure time activities for disabled persons in particular by providing opportunities in aviation with the object of improving the conditions of life.

Aerobility is a pioneering charity dedicated to transforming the lives of disabled people through aviation, providing accessible flying experiences, comprehensive training, innovative projects, and industry advocacy to foster inclusion and opportunity in the aviation sector.

With bases at Blackbushe Airport, Tatenhill Airfield, and Lydd Aero Club, Aerobility's mission is to improve the quality of life for disabled people through education, recreation, and opportunities in aviation. The organization is user-led, with leadership and volunteers often having personal experience with disability, fostering an inclusive community and promoting independence and confidence among its participants. The aircraft also provide flying activities from additional airfields around the UK on detachment.

Participants range from disabled young people through to soldiers injured in service and elderly persons with disabling impairments. All disability types are catered for including physical disabilities, learning disabilities, sensory impairments and mental health issues.

'Everyone was so kind, friendly and accommodating. The instructor was very calm, clear, and respectful. He was funny and used humour to help - bonus! Aerobility made the impossible, possible. The flight was amazing.'

'On behalf of our son, can I please pass on his surprise, thanks and appreciation! We have all noticed how much the course has done for his self-esteem'

'I feel excited and like more things are possible and like there is light at the end of the tunnel. A fantastic experience which has helped to boost my confidence and self-esteem.'

'This is a fantastic opportunity for all those with physical disabilities to get out there and start living. Aerobility give you the chance to do that. Physical disabilities are overcome on the ground but once you are up in the air, you are just as able bodied as everyone else. And you are in control! Thank you Aerobility for a job well done.'

Activities are designed and built by disabled people for disabled people, with disabled people and beneficiaries within key roles in the organisation. Through this, beneficiaries achieve positive outcomes.

Aerobility measures its success through participation data and wellbeing outcomes, benchmarking improvements against national statistics. Surveys indicate significant wellbeing gains among participants, including reduced anxiety and increased life satisfaction. Testimonials reflect profound personal transformations, with flyers expressing

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

REPORT OF THE TRUSTEES

empowerment, confidence, and lifelong memories. Volunteers and staff receive praise for professionalism, inclusivity, and supportive environments that make aviation accessible and enjoyable for disabled individuals.

Using volunteers to assist with the delivery of services and with Charity administration is a key component of Aerobility structure. Flying instruction, fundraising and outreach event participation, health and safety support, and media creation are key roles delivered by 129 volunteers.

The Trustees confirm that they have referred to the guidance on public benefit when reviewing the Charity's aims and objectives and when planning future activity. The Trustees confirm that they are satisfied that public benefit is at the heart of Aerobility's activities.

ACHIEVEMENTS AND PERFORMANCE

Charitable Activities

Flying Experiences and Training

Flying operations continued to expand. Flying days as well as our ground-based activities, particularly for young people, saw increasing levels of activity through the year. We delivered 1030 hours of flying and 1234 flights during the year (both 15% increases on the previous year). Particularly pleasing was the demand for introductory experience flights for first time participants, with 233 disabled people taking to the skies for the first time during the year. Additionally, solo hire of adapted aircraft supports continued development and independence, with 320 solo flights safely completed by disabled people.

Group Flying Days and Simulator Sessions

During the year the charity organised Flying Days for charities, schools, and disability groups, offering inclusive, tailored aviation experiences that include flights, simulator sessions, and behind-the-scenes tours. These events also involved family and carers to provide shared, memorable experiences. The charity operates a static flight simulator at Blackbushe and a mobile simulator used nationwide, making aviation accessible to those unable to visit its bases. Simulator sessions serve both beginners and experienced flyers for confidence-building and skills maintenance.

Key Projects

Geographic Expansion

The Trustee Board of the charity has defined the objective to explore expanding operations to additional areas of the country. Lydd Aero Club in Kent was identified as an organisation which could deliver Aerobility activities on the charity's behalf. During 2024 the Aerobility team trained the Lydd team on the delivery of flying activities for disabled people, and also provided an adapted hand control for one of the aeroclub's aircraft. Operations began during the year and results have been very promising. This model of providing on behalf of is now to be explored in other areas of the country.

Junior Aspiring Pilot Programme (JAPP)

JAPP provides young disabled people with exposure to flying and the aviation industry, combining flight experience with social development. Run by flight instructors and supported by industry volunteers, it introduces participants to the pilots licence syllabus and aviation careers, helping to build confidence and social skills. Since 2017, JAPP has positively impacted around 100 young people and expanded geographically.

Aviation Education Programme (AEP)

AEP is a free nine-month course for young people aged 12 to 18 with mild to moderate disabilities, funded by a grant from jetBlue. It covers a broad range of aviation topics through interactive sessions, simulator use, and excursions to aviation facilities. The program aims to build friendships, confidence, and knowledge of aviation career pathways of all types.

Virtual Aviation Experience (VAE)

Supported during the year by the UK Department for Transport, the VAE programme delivers free virtual simulator flights to disabled individuals across the UK, requiring only a computer with internet access. It offers three progressive one-to-one sessions to develop flight skills and aviation knowledge. This program expands access to aviation training for those unable to attend physical locations and serves as an introduction to real flight experiences at Aerobility's sites.

Equal Skies Charter

Aerobility leads the Equal Skies Charter (funded during the year by the CAA Reach for the Sky fund), promoting equal access to aviation and aerospace for disabled people. The initiative highlights historical barriers in aircraft design and

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

REPORT OF THE TRUSTEES

advocates for inclusive design in emerging technologies like eVTOLs. It also addresses employment accessibility, pushing for industry-wide change to integrate disabled individuals fully into aviation careers. This lived experience will ultimately help aviation organisations provide more accessible services for disabled people.

Project Able

The key target for Project Able (managed by Aerobility Holdings CIC) is to utilise former RAF Air Cadet G109 motorgliders to benefit Aerobility activities and deliver disability adapted aircraft to the charity. The project continues to be challenging with supply chain and manufacturer delays slowing progress. The project aims to deliver a further aircraft to the charity during 2025 and will then be ceased.

Space4All

Aerobility is working with Kings College London, UK CAA and other space experts on a European Space Agency funded topical team exploring the accessibility of space in the future. The charity hosted workshops, exhibited the project, and Aerobility team members were co-authors of academic papers exploring disabled spaceflight.

Advocacy

The charity gave a number of presentations and representations during the year, and exhibited at major events such as NAIDEX (National Disability Exhibition at the NEC) and Farnborough International Airshow. The message of the ability within all, the capabilities of disabled people within the workforce, and the benefits of a more inclusive society being the strongest and most well received messages. A number of Aerobility flyers visited schools and gave motivational and educational talks to the next generation.

Fundraising, Marketing and Communications

2024 saw the continued implementation of the strategy to focus on building our own fundraising events and activities i.e. The Aviators Ball and Aerobility Wing Walk as well as working increasingly closely with our existing supporters to deepen and broaden relationships within the Aviation community. The purpose being to drive financial resilience as well as prioritise team efforts on the areas of greatest likely success. As a result of this focus, we have also greatly broadened and deepened our relations during the year with both new and previous supporters such as NATS, 2Excel, Bristow Group, Aerobytes, The George Goodsir Charitable Trust and London Biggin Hill Airport.

Organisation

Three new Trustees joined the board during the year and there was one resignation. The Board is stable, with a broad skill set and continues to have the bi-monthly meeting in person with the option to join online. The staff and overall organization remain stable.

FINANCIAL REVIEW

Incoming resources amounted to £976,960 (2023: £849,656), including restricted donations and designated funds. Outgoing resources were £1,158,880 (2023: £1,373,854), giving a deficit for the year of £181,920 (2023 deficit: £524,198), including depreciation costs. Donations and legacy income amounted to £623,833 (2023: £498,543), of which £314,587 (2023: £101,771) was restricted income, with unrestricted income totalling £309,246 (2023: £396,772).

In 2023, we reviewed the final financial projections for Project Able for 2024 and decided to write down the book value of a loan originally made to Aerobility Holdings CIC, which is under common control with the charity. The residual amount receivable by the charity under the loan at 31.12.2024 was £150,000, and we are confident this will be received during 2025.

At the balance sheet date, the charity's funds amounted to £823,016 (2023: £1,004,936), inclusive of restricted funds of £75,039 (2023: £220,105) and a fixed asset fund of £302,352 (2023: £449,934), giving free reserves of £445,625 (2023: £334,897).

Risk management

The assessment and management of risk is a core principle at Aerobility.

An operational Safety Management System (SMS) which incorporates regular risk assessments of all aviation and charitable activities is embedded within daily procedures and includes a reporting procedure which is regularly reviewed by the charity safety team and trustees. The Aerobility safety subcommittee meets bimonthly.

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

REPORT OF THE TRUSTEES

Robust policies and procedures provide the framework for all activities and include vulnerable adult and child protection, safeguarding for all stakeholders, DBS checking, sustainability and volunteer management.

Financial risk is minimised using agreed policies and procedures, and through the regular financial review by Trustees of monthly management accounts.

All levels of management, staff and volunteers are accountable for the delivery of our risk and safety performance, from the Trustees and Chief Executive downwards throughout the whole organisation.

PLANS FOR FUTURE PERIODS

Our focus on relationships within the Aviation Industry and Government has seen a positive financial performance including the securing of a Department for Transport Grant of £514,314 over three years, commencing 4th April 2022. The purpose of this grant is to fund Virtual Aerobility, which will see the charity embed, pandemic-born services as part of ongoing operations. This will enable the charity to support more people, more efficiently and more often, wherever they are. In turn, driving organisational resilience and protection from future national disruption. It will ensure we can support disabled aviators wherever they are, without need to come to Blackbushe, Lydd or Tatenhill, removing another significant physical barrier to accessing aviation.

As activity levels continue to rise we will explore adding additional adapted aircraft in the fleet, more instructional capability, and also delivering services from more areas of the UK.

During 2024 and 2025 we will continue accelerating our Equal Skies Charter – an across industry activity designed to improve both services for disabled people and the employment of disabled people.

Fundraising becomes increasingly challenging for all charities and Aerobility plans to introduce new fundraising activities particularly focused around the support received from the corporate sector.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also directors of Aerobility for the purposes of company law) are responsible for preparing the Report of the Trustees and the 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 of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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 Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant information of which the charitable company's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant information and to establish that the auditor is aware of that information.

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.

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

REPORT OF THE TRUSTEES

APPOINTMENT OF INDEPENDENT AUDITOR

The charity exceeded the audit threshold for the year under review and appointed Blue Spire Limited as independent auditor.

This report has been prepared having taking advantage of the small companies' exemption in the Companies Act 2006.

Approved by the trustees

and signed on their behalf.

A handwritten signature in black ink, appearing to read 'Shona Bowman', written over a horizontal line.

Shona Bowman
Chairman

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

INDEPENDENT AUDITOR'S REPORT

Independent Auditor's Report to the Members of Aerobility

Opinion

We have audited the financial statements of Aerobility (the 'charitable company') for the year ended 31 December 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and 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 Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2024, 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 responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the 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 charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the 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 report of the trustees, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the report of the trustees. 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. 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.

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 report of the trustees (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

INDEPENDENT AUDITOR'S REPORT

Matters on which we are required to report by exception

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

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees (who are also the directors of the charitable company 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 charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor 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.

Based on our understanding of the Charity and the sector in which it operates, we identified the principal laws and regulations that directly affect the financial statements to be the Charities Act, Companies Act, and Employment Act. We assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

In addition, the Charity is subject to many other laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements, for instance through the imposition of fines or litigation. There is a limitation to areas most likely to have such an effect. Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence if any.

Audit procedures performed by the engagement team included:

- Enquiry of management, those charged with governance around actual and potential litigation and claims;
- Enquiry of entity staff to identify any instances of non-compliance with laws and regulations;
- Reviewing minutes of meetings of those charged with governance;
- 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 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 bias.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

INDEPENDENT AUDITOR'S REPORT

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 is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the FRC's website at: <https://www.frc.org.uk/auditors/audit-assurance/auditor-s-responsibilities-for-the-audit-of-the-fi/description-of-the-auditor%E2%80%99s-responsibilities-for>. This description forms part of our auditor's report..

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company'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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Geoffrey Frost BSc(Hons) FCA, Senior Statutory Auditor
For and on behalf of Blue Spire Limited, Statutory Auditor

Cawley Priory
South Pallant
Chichester
West Sussex
PO19 1SY

Date

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

	Note	Unrestricted Funds £	Restricted Funds £	2024 Total Funds £	2023 Total Funds £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	1	309,246	314,587	623,833	498,543
Other trading activities	2				
Aviators' Ball		194,242	-	194,242	201,197
Other fundraising events		300	-	300	893
Other income		14,693	-	14,693	21,094
Charitable activities	3				
Flight payments		109,761	7,000	116,761	109,670
Contracted services		10,188	-	10,188	3,578
Investments	4	4,598	-	4,598	14,681
Other	5	12,345	-	12,345	-
Total		<u>655,373</u>	<u>321,587</u>	<u>976,960</u>	<u>849,656</u>
EXPENDITURE ON:					
Raising funds	6	293,930	57,355	351,285	337,395
Charitable activities	7	671,034	136,561	807,595	628,659
Other costs	8	-	-	-	407,800
Total resources expended		<u>964,964</u>	<u>193,916</u>	<u>1,158,880</u>	<u>1,373,854</u>
Net income/(expenditure)		(309,591)	127,671	(181,920)	(524,198)
TRANSFERS					
Gross transfers between funds	18	<u>272,738</u>	<u>(272,738)</u>	<u>-</u>	<u>-</u>
Net movement in funds		(36,853)	(145,067)	(181,920)	(524,198)
RECONCILIATION OF FUNDS					
Total funds brought forward	18	784,831	220,105	1,004,936	1,529,134
Total funds carried forward	18	<u>747,978</u>	<u>75,038</u>	<u>823,016</u>	<u>1,004,936</u>

The charity has no recognised gains or losses other than those dealt with in the statement of financial activities.

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

BALANCE SHEET AS AT 31 DECEMBER 2024

		2024	2023
	Note	£	£
FIXED ASSETS			
Aircraft in construction and aircraft	13	255,417	374,994
Flight simulators	13	17,520	25,478
Property	13	23,732	40,423
Mobility equipment and other assets	13	5,683	9,039
Total fixed assets		302,352	449,934
CURRENT ASSETS			
Aircraft under repair and aircraft spares		250,357	-
Stocks for resale		2,062	2,062
Debtors	14	147,277	119,210
Loan	15	150,000	150,000
Cash at hand and in bank		79,971	360,335
Total current assets		629,667	631,607
CURRENT LIABILITIES			
Creditors: amounts falling due within one year	16	109,003	76,605
Net current assets/(liabilities)		520,664	555,002
Total net assets		<u>823,016</u>	<u>1,004,936</u>
THE FUNDS OF THE CHARITY			
Restricted funds	18	75,038	220,105
Unrestricted funds	18	747,978	784,831
Total charity funds		<u>823,016</u>	<u>1,004,936</u>

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The accompanying notes form part of these accounts.

Approved by the trustees and signed on their behalf.

Shona Bowman
Trustee

Aerobility
Company number: 08200768
Charity number: 1149629

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

STATEMENT OF CASH FLOWS

	Note	2024	2023
		£	£
Net cash flow from operating activities (see below)		(372,991)	(129,228)
Cash flow from investing activities			
Payments to acquire tangible fixed assets	11	(46,971)	(96,302)
Proceeds on sale of tangible fixed assets (net of commission)		135,000	-
Interest received		4,598	14,681
Net cash flow from investing activities		92,627	(81,621)
Net increase/(decrease) in cash and cash equivalents		(280,364)	(210,849)
Cash and cash equivalents at 1 January		360,335	571,184
Cash and cash equivalents at 31 December		<u>79,971</u>	<u>360,335</u>
Cash and cash equivalents consist of:			
Cash at bank and in hand		79,971	360,335
Cash and cash equivalents at 31 December		<u>79,971</u>	<u>360,335</u>

Reconciliation of net income to net cash flow from operating activities

	2024	2023
	£	£
Net income for the year	(181,920)	(524,198)
Adjusted for:		
Interest receivable	(4,598)	(14,681)
(Gains)/losses on sale of tangible fixed assets	(12,345)	-
Loss on disposal of other assets	16,130	-
Depreciation and impairment of tangible fixed assets	55,768	69,003
Decrease/(increase) in aircraft under repair and aircraft parts	(250,357)	-
Decrease/(increase) in stocks	-	3,104
Decrease/(increase) in debtors	(28,067)	(93,596)
Decrease/(increase) in loans receivable	-	407,800
Increase/(decrease) in creditors	32,398	23,340
	(191,071)	394,970
	<u>(372,991)</u>	<u>(129,228)</u>

Analysis of changes in net debt

	2024	2023
	Cash and cash equivalents	Cash and cash equivalents
	£	£
Total net debt brought forward	360,335	571,184
Cash flows	(280,364)	(210,849)
Total net debt carried forward	<u>79,971</u>	<u>360,335</u>

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

ACCOUNTING POLICIES

GENERAL INFORMATION, SCOPE AND BASIS OF THE FINANCIAL STATEMENTS

Aerobility is an incorporated charity, limited by guarantee, incorporated in England with the company number 08200768. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity. The address of the registered office is given in the charity information page of these financial statements. The nature of the charity's operations and principal activities are outlined in the trustees' report.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

INCOME RECOGNITION

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Gifts in kind donated for resale are included at fair value, being the expected proceeds from sale less the expected costs of sale. Where estimating the fair value is practicable upon receipt it is recognised in stock and 'Income from other trading activities'. Upon sale, the value of the stock is charged against 'Income from other trading activities' and the proceeds are recognised as 'Income from other trading activities'.

The charity received government grants in respect of project funding. Income from government and other grants are recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

Investment income in the form of bank interest is recognised as the charity's right to receive payment is established.

EXPENDITURE RECOGNITION

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Management and support costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative payroll costs. Staff costs have been allocated between costs of raising funds, charitable activities and governance costs on the basis of time spent by staff. Support costs cannot be directly attributed to particular headings and have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of the resources. Support costs have been allocated between costs of raising funds and charitable activities on the best estimate of the use of those resources.

Staff costs together with CEO expenses are apportioned according to time spent on each activity.

Other general expenses are allocated according to an estimate of the proportion of resources expended.

Reclassification

During the year under review it was identified some of the staff costs had been included within raising funds rather than direct charitable activities. These costs have been reclassified in the year under review and the comparative year for comparability purposes. There is no

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

ACCOUNTING POLICIES

EMPLOYEE BENEFITS

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

TAXATION

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

TANGIBLE FIXED ASSETS

Fixed assets are stated at cost and depreciation is provided at rates calculated to write-off the cost of each asset over its useful economic life, less any estimated residual value as follows:

Property	10% straight line
Aircraft in construction	None in the period of construction
Aircraft	5% straight line
Flight simulators	20% straight line
Mobility Equipment	20% of net book value
Other items	20% of net book value

Where fixed assets were received as part of the net assets transfer from the British Disabled Flying Association on 1 January 2013, The assets were recorded as additions at net book value. Depreciation rates have remained unchanged following this transfer to write off the remaining cost of the assets over their useful economic lives.

The Charity owns specially adapted light aircraft and mobility aids to assist users of the aircraft and the depreciation charge for these assets are allocated as a charitable expense.

Items of capital equipment are capitalised where the purchase price exceeds £1,000

STOCKS FOR RESALE

Stocks are stated at the lower of cost and estimated selling price less costs to sell. Cost is calculated using the first-in, first-out formula. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

DEBTORS AND CREDITORS RECEIVABLE/PAYABLE WITHIN ONE YEAR

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

FUND ACCOUNTING

Restricted funds

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the note 15 of these financial statements.

Unrestricted funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

GOING CONCERN

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

NOTES TO THE FINANCIAL STATEMENTS

1. Income from donations and legacies

	Unrestricted Funds £	Restricted Funds £	2024 Total Funds £	Unrestricted Funds £	Restricted Funds £	2023 Total Funds £
Donations	67,746	100	67,846	63,603	100	63,703
Gift Aid reclaimed	7,671	-	7,671	8,301	-	8,301
Trust and corporate donations	131,276	261,487	392,763	235,074	101,671	336,745
Sponsorship	100,000	53,000	153,000	83,833	-	83,833
Regular giving	2,553	-	2,553	5,961	-	5,961
	<u>309,246</u>	<u>314,587</u>	<u>623,833</u>	<u>396,772</u>	<u>101,771</u>	<u>498,543</u>

2. Income from other trading activities

	Unrestricted Funds £	Restricted Funds £	2024 Total Funds £	Unrestricted Funds £	Restricted Funds £	2023 Total Funds £
Aviators' Ball	194,242	-	194,242	201,197	-	201,197
Sponsored participation	300	-	300	893	-	893
Raffles	-	-	-	30	-	30
Merchandise	2,820	-	2,820	1,275	-	1,275
Other fundraising income	11,873	-	11,873	19,789	-	19,789
	<u>209,235</u>	<u>-</u>	<u>209,235</u>	<u>223,184</u>	<u>-</u>	<u>223,184</u>

3. Income from charitable activities

	Unrestricted Funds £	Restricted Funds £	2024 Total Funds £	Unrestricted Funds £	Restricted Funds £	2023 Total Funds £
Charitable activities	-	-	-	445	-	445
Flight payments	109,761	7,000	116,761	104,225	5,000	109,225
	<u>109,761</u>	<u>7,000</u>	<u>116,761</u>	<u>104,670</u>	<u>5,000</u>	<u>109,670</u>
Other contracted services	10,188	-	10,188	3,578	-	3,578
	<u>10,188</u>	<u>-</u>	<u>10,188</u>	<u>3,578</u>	<u>-</u>	<u>3,578</u>
	<u>119,949</u>	<u>7,000</u>	<u>126,949</u>	<u>108,248</u>	<u>5,000</u>	<u>113,248</u>

4. Income from investments

	Unrestricted Funds £	Restricted Funds £	2024 Total Funds £	Unrestricted Funds £	Restricted Funds £	2023 Total Funds £
Bank interest received	4,598	-	4,598	7,699	-	7,699
Loan interest	-	-	-	6,982	-	6,982
	<u>4,598</u>	<u>-</u>	<u>4,598</u>	<u>14,681</u>	<u>-</u>	<u>14,681</u>

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

NOTES TO THE FINANCIAL STATEMENTS

5. Other income

	Unrestricted Funds £	Restricted Funds £	2024 Total Funds £	Unrestricted Funds £	Restricted Funds £	2023 Total Funds £
Profit on sale of aircraft	12,345	-	12,345	-	-	-
	<u>12,345</u>	<u>-</u>	<u>12,345</u>	<u>-</u>	<u>-</u>	<u>-</u>

6. Raising funds

	Unrestricted Funds £	Restricted Funds £	2024 Total Funds £	Unrestricted Funds £	Restricted Funds £	2023 Total Funds £
Direct fundraising expenditure	169,827	16,028	185,855	123,799	33,324	157,123
Other fundraising costs	43,264	25,831	69,095	45,581	29,822	75,403
Support and governance costs	80,839	15,496	96,335	34,056	70,813	104,869
	<u>293,930</u>	<u>57,355</u>	<u>351,285</u>	<u>203,436</u>	<u>133,959</u>	<u>337,395</u>

7. Charitable activities

	Unrestricted Funds £	Restricted Funds £	2024 Total Funds £	Unrestricted Funds £	Restricted Funds £	2023 Total Funds £
Aircraft operating and hire	276,817	2,169	278,986	174,503	9,128	183,631
Aircraft and equipment depreciation	36,507	-	36,507	51,855	-	51,855
Support and governance costs	357,710	134,392	492,102	345,968	47,205	393,173
	<u>671,034</u>	<u>136,561</u>	<u>807,595</u>	<u>572,326</u>	<u>56,333</u>	<u>628,659</u>

8. Support and governance costs

	Raising Funds £	Charitable Activities £	2024 Total Funds £	Raising Funds £	Charitable Activities £	2023 Total Funds £
Wages and salaries	28,290	340,302	368,592	25,154	240,162	265,316
Premises and office costs	32,918	81,143	114,061	33,276	93,208	126,484
Motor and travel expenses	6,775	11,142	17,917	4,127	18,291	22,418
Legal and professional fees	1,390	2,780	4,170	26,144	3,309	29,453
Irrecoverable VAT	24,872	49,744	74,616	13,074	26,148	39,222
Other support and governance costs	2,090	6,991	9,081	3,093	12,056	15,149
	<u>96,335</u>	<u>492,102</u>	<u>588,437</u>	<u>104,868</u>	<u>393,174</u>	<u>498,042</u>
Unrestricted	80,839	357,710	438,549	34,056	345,968	380,024
Restricted	15,496	134,392	149,888	70,813	47,205	118,018
	<u>96,335</u>	<u>492,102</u>	<u>588,437</u>	<u>104,869</u>	<u>393,173</u>	<u>498,042</u>

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

NOTES TO THE FINANCIAL STATEMENTS

9. Other costs

	Unrestricted Funds £	Restricted Funds £	2024 Total Funds £	Unrestricted Funds £	Restricted Funds £	2023 Total Funds £
Loan value written down	-	-	-	407,800	-	407,800
	-	-	-	407,800	-	407,800

10. Independent auditor's and examiner's fees

	Unrestricted Funds £	Restricted Funds £	2024 Total Funds £	Unrestricted Funds £	Restricted Funds £	2023 Total Funds £
Audit	4,900	-	4,900	4,900	-	4,900
Other services	540	-	540	480	-	480

11. Wages and salary cost

	2024 Total Funds £	2023 Total Funds £
Gross wages	474,810	356,797
Employer's national insurance costs	40,749	29,806
Employer's pension contributions	14,121	10,201
Other staff costs full recovered	-	15,333
	<u>529,680</u>	<u>412,137</u>
	2024	2023
Staff numbers:		
Average head count - administration of charitable activities	<u>17</u>	<u>13</u>
Analysed as:		
Part time	13	9
Full time	4	4
	<u>17</u>	<u>13</u>

During the year under review one employee (2023: one employee) received employee benefits (excluding employer national insurance and pension costs) above £60,000 in the range £70,000 to £80,000 (2023: range £60,000 to £70,000).

During the year under review one (2023: one) member of the charity's staff, identified as key management personnel, received employee benefits (inclusive of salary, social security and pension contributions) totalling £82,854 (2023: £71,061). During the year expenses of £1,671 were reimbursed to key management personnel in the form of travel and subsistence expenses incurred in the performance of their duties.

Aerobility operates a defined contribution pension scheme for its employees. Contributions to the scheme in the year amounted to £14,121 (2023: £10,201) with £2,193 (2023: £1,854) payable at the balance sheet date.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

NOTES TO THE FINANCIAL STATEMENTS

12. Related party transactions

None of the trustees received any remuneration during the period under review. No trustees were reimbursed expenses during the period under review.

During the year under review donations totalling £60 were received from trustees without conditions attached.

There were no other related party transactions requiring disclosure in these financial statements.

13. Tangible assets

	Aircraft in construction and aircraft £	Flight simulators £	Property £	Mobility equipment £	Other equipment £	Total £
Cost						
Brought forward	636,691	39,790	166,915	16,721	20,942	881,059
Additions	43,822	-	-	2,049	1,100	46,971
Disposals	(181,192)	-	-	-	-	(181,192)
	<u>499,321</u>	<u>39,790</u>	<u>166,915</u>	<u>18,770</u>	<u>22,042</u>	<u>746,838</u>
Depreciation						
Accumulated brought forward	261,697	14,312	126,492	13,492	15,132	431,125
Charge	24,614	7,958	16,691	3,754	2,751	55,768
On disposals	(42,407)	-	-	-	-	(42,407)
	<u>243,904</u>	<u>22,270</u>	<u>143,183</u>	<u>17,246</u>	<u>17,883</u>	<u>444,486</u>
Net book value carried forward	<u>255,417</u>	<u>17,520</u>	<u>23,732</u>	<u>1,524</u>	<u>4,159</u>	<u>302,352</u>
Net book value brought forward	<u>374,994</u>	<u>25,478</u>	<u>40,423</u>	<u>3,229</u>	<u>5,810</u>	<u>449,934</u>

The aircraft were valued in the period since the year end by JKV Aviation Limited and were deemed to have an overall value of £545,000.

14. Debtors

	2024 Total Funds £	2023 Total Funds £
Trade debtors	27,489	70,237
Prepayments	82,511	10,640
Accrued income	36,514	35,450
Other debtors	763	2,883
	<u>147,277</u>	<u>119,210</u>

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

NOTES TO THE FINANCIAL STATEMENTS

15. Loan

	2024 Total Funds £	2023 Total Funds £
Loan	150,000	150,000
	<u>150,000</u>	<u>150,000</u>

This Loan was made to Aerobility Holdings CIC, which is 100% controlled by the Charity, to finance Project Able. The residual amount still receivable by the Charity under the Loan at 31.12.24 was £150,000 and this is expected to be settled in cash and remaining aircraft.

16. Creditors: amounts falling due within one year

	2024 Total Funds £	2023 Total Funds £
Trade creditors	75,681	44,296
Other creditors	2,193	1,854
Accruals	3,900	3,900
Deferred income (see below)	16,817	17,718
Other taxation and social security	10,412	8,837
	<u>109,003</u>	<u>76,605</u>

Deferred income

	Brought forward £	Released in year £	Deferred in year £	Carried forward £
Gift vouchers	2,823	(2,823)	-	-
Other income in advance	14,895	(14,895)	150	150
	<u>17,718</u>	<u>(17,718)</u>	<u>150</u>	<u>150</u>

Income received in relation to future accounting periods, is deferred, and released to income in line with the specified timing of its use.

17. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	2024 Total Funds £	Unrestricted Funds £	Restricted Funds £	2023 Total Funds £
Tangible fixed assets	302,352	-	302,352	449,934	-	449,934
Current assets	554,628	75,039	629,667	411,502	220,105	631,607
Current liabilities	(109,003)	-	(109,003)	(76,605)	-	(76,605)
	<u>747,977</u>	<u>75,039</u>	<u>823,016</u>	<u>784,831</u>	<u>220,105</u>	<u>1,004,936</u>

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

NOTES TO THE FINANCIAL STATEMENTS

18. Analysis of net movement in funds

	Year ended 31 December 2024				
	Brought forward	Incoming resources	Outgoing resources	Transfers	Carried forward
	£	£	£	£	£
Restricted funds					
Junior Aspiring Pilot Programme	12,922	-	-	(12,922)	-
Build a dream	23,602	-	(321)	(23,281)	-
Scholarship fund	99,778	12,000	-	(95,246)	16,532
Project Able fund	-	-	-	-	-
Aviation Education Programme (AEP)	-	-	(2,310)	7,617	5,307
ISTAT JAPP and AEP	-	7,617	-	(7,617)	-
DfT Virtual Aerobility	54,837	143,926	(145,563)	-	53,200
Equal Skies	3,966	40,944	(45,721)	811	-
The Eve & Philip Morrison Family Trust	25,000	-	-	(25,000)	-
Cherokee Six Campaign	-	117,100	-	(117,100)	-
Total restricted funds	220,105	321,587	(193,915)	(272,738)	75,039
Unrestricted funds					
Designated funds					
Fixed asset fund	449,934	-	-	(147,581)	302,353
	449,934	-	-	(147,581)	302,353
General funds	334,897	655,373	(964,964)	420,319	445,625
Total unrestricted funds	784,831	655,373	(964,964)	272,738	747,978
Total funds	1,004,936	976,960	(1,158,879)	-	823,017

	Year ended 31 December 2023				
	Brought forward	Incoming resources	Outgoing resources	Transfers	Carried forward
	£	£	£	£	£
Restricted funds					
Junior Aspiring Pilot Programme	9,127	7,465	(3,670)	-	12,922
Build a dream	25,338	100	(140)	(1,696)	23,602
Scholarship fund	87,778	12,000	-	-	99,778
Project Able fund	745,000	-	-	(745,000)	-
Aviation Education Programme (AEP)	394	-	(718)	324	-
ISTAT JAPP and AEP	-	-	-	-	-
DfT Virtual Aerobility	73,178	144,093	(162,434)	-	54,837
Equal Skies	109,183	(81,887)	(23,330)	-	3,966
The Eve & Philip Morrison Family Trust	-	25,000	-	-	25,000
Total restricted funds	1,049,998	106,771	(190,292)	(746,372)	220,105
Unrestricted funds					
Designated funds					
Fixed asset fund	422,634	-	-	27,300	449,934
	422,634	-	-	27,300	449,934
General funds	56,502	742,885	(1,183,562)	719,072	334,897
Total unrestricted funds	479,136	742,885	(1,183,562)	746,372	784,831
Total funds	1,529,134	849,656	(1,373,854)	-	1,004,936

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

NOTES TO THE FINANCIAL STATEMENTS

19. Analysis of net movement in funds (continued)

Description of restricted funds

<i>Junior Aspiring Pilot Programme</i>	Funds received from BBC Children in Need and Hart Rotary to provide aviation education to disabled young people.
<i>Build a dream</i>	Funds donated for the construction of a self-build aircraft.
<i>Scholarship fund</i>	Funds received to support disabled fliers by subsidising the cost of flights, enabling those people awarded scholarships to fly with Aerobility free of charge.
<i>Project Able fund</i>	Funds received to support the repair and bring into use Vigilant aircraft for the charity's use and for sale.
<i>Aviation Education Programme (AEP)</i>	Funds received to support our programme for young disabled people with an interest in aviation
<i>ISTAT JAPP and AEP</i>	Funds received in support of Junior Aspiring Pilot and Aviation Education programmes.
<i>DFT Virtual Aerobility</i>	Fund received to support the development of Virtual Aerobility Project which consists of three projects: Virtual Aviation Experience, Armchair Airshow, Inspire-Ability to be able to reach even more people, wherever they are.
<i>Equal Skies</i>	Fund received to support the Charter which aims to increase accessibility of the aviation industry, ensuring everyone has equal access to the employment, products and services it offers. We are working with partners across the industry to raise the level of understanding of what disability is and what accessibility means to their organisation.
<i>The Eve & Philip Morrison Family Trust</i>	Funds received in towards the cost of hand control development.
<i>Cherokee Six Campaign</i>	Funds raised to purchase a Cherokee Six.
Designated funds	
<i>Fixed asset fund</i>	Funds received to purchase new assets for the charity.

20. Material transfers between funds

From	To	Unrestricted Funds		Restricted Funds
		General	Fixed Asset	
		£	£	£
<i>Transfer 1</i>				
The Eve & Philip Morrison Family Trust	General funds	25,000	-	(25,000)
Cherokee Six Campaign	General funds	117,100	-	(117,100)
		<u>142,100</u>	<u>-</u>	<u>(142,100)</u>
Transfer from restricted funds to general funds following the purchase of aircraft and items from general funds.				
<i>Transfer 2</i>				
Junior Aspiring Pilot Programme	General funds	12,922	-	(12,922)
Build a dream	General funds	23,281	-	(23,281)
Scholarship fund	General funds	95,246	-	(95,246)
		<u>131,449</u>	<u>-</u>	<u>(131,449)</u>

Transfer from restricted funds to general funds following a review of expenditure on these areas and recognition of expenditure within unrestricted funds on these projects.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

NOTES TO THE FINANCIAL STATEMENTS

20. Material transfers between funds (continued)

From	To	Unrestricted Funds		Restricted Funds
		General £	Fixed Asset £	Funds £
Transfer 3				
ISTAT JAPP and AEP		-	-	(7,617)
	Aviation Education Programme (AEP)	-	-	7,617
		<u>-</u>	<u>-</u>	<u>-</u>
Transfer from ISTAT JAPP and AEP funds to Aviation Education Programme in a simplification of fund analysis.				
Transfer 4				
General funds	Equal Skies	(811)	-	811
		<u>(811)</u>	<u>-</u>	<u>811</u>
Transfer from general funds to Equal Skies restricted fund to cover the overspend in this fund.				
Transfer 3				
General funds	Fixed Asset reserve	147,581	(147,581)	-
		<u>147,581</u>	<u>(147,581)</u>	<u>-</u>
Transfer between funds on additions to fixed assets net of depreciation.				
		<u>420,319</u>	<u>(147,581)</u>	<u>(272,738)</u>

21. Financial instruments

The carrying amounts of the charity's financial instruments are as follows:

	2024 Total Funds £	2023 Total Funds £
<i>Financial assets</i>		
Debt instruments measured at amortised cost:		
Trade debtors (note 12)	27,489	70,237
	<u>27,489</u>	<u>70,237</u>
<i>Financial liabilities</i>		
Measured at amortised cost:		
Trade creditors (note 14)	75,681	44,296
	<u>75,681</u>	<u>44,296</u>

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

NOTES TO THE FINANCIAL STATEMENTS

22. Comparative statement of financial activities

	Note	Unrestricted Funds £	Restricted Funds £	2023 Total Funds £
INCOME AND ENDOWMENTS FROM:				
Donations and legacies	1	396,772	101,771	498,543
Other trading activities	2			
Aviators' Ball		201,197	-	201,197
Other fundraising events		893	-	893
Other income		21,094	-	21,094
Charitable activities	3			
Flight payments		104,670	5,000	109,670
Contracted services		3,578	-	3,578
Investments	4	14,681	-	14,681
Other	5	-	-	-
Total		<u>742,885</u>	<u>106,771</u>	<u>849,656</u>
EXPENDITURE ON:				
Raising funds	6	203,436	133,959	337,395
Charitable activities	7	572,326	56,333	628,659
Other cost	8	407,800	-	407,800
Total resources expended		<u>1,183,562</u>	<u>190,292</u>	<u>1,373,854</u>
Net income/(expenditure)		(440,677)	(83,521)	(524,198)
TRANSFERS				
Gross transfers between funds	18	746,372	(746,372)	-
Net movement in funds		305,695	(829,893)	(524,198)
RECONCILIATION OF FUNDS				
Total funds brought forward	18	479,136	1,049,998	1,529,134
Total funds carried forward	18	<u>784,831</u>	<u>220,105</u>	<u>1,004,936</u>

AEROBILITY

England & Wales - Charity number 1149629

Accounts

Aerobility

Trustees' Report
and Financial Statements
for the year ended 31 December 2023

Registered Charity Number 1149629
Registered Company Number 08200768

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

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AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

CHARITY INFORMATION

Trustees

Shona Bowman	Chairman
Jon Windover	Deputy Chairman
Emrys Harries	Secretary (resigned 7 July 2023)
Allister Bridger	
Fleur Cox	(appointed 1 July 2024)
Christian Fahey	(appointed 1 July 2024)
Benjamin Griffiths	(appointed 1 July 2024)
Mike Matthews	(resigned 31 August 2023)
Joel Rose	(resigned 9 July 2024)
Jamie Smith	
Neil Tucker	
Simon Warr	
Brian Wheeler	(resigned 21 April 2023, appointed 01 April 2024)
Paul Winstanley	

Company Secretary

Christian Fahey	(appointed 1 July 2024)
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Principal Office

Blackbushe Airport
Camberley
GU17 9LQ

Registered Office

Cawley Priory
South Pallant
Chichester
West Sussex
PO19 1SY

Registered Charity Number

1149629

Registered Company Number

08200768

Chief Executive

Mike Miller-Smith MBE FRAeS

Independent Auditor

Blue Spire Limited
Cawley Priory
South Pallant
Chichester
West Sussex
PO19 1SY

Bankers

CAF Bank Limited
25 Kings Hill Avenue
West Malling
ME19 4JQ

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

REPORT OF THE TRUSTEES

The trustees hereby present their Annual Report for the purposes of the Charities Act 2011 and Sections 416 to 419 of the Companies Act 2006, together with the accounts for the year ended 31 December 2023. The trustees have adopted the provisions of the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard (FRS 102).

STRUCTURE GOVERNANCE AND MANAGEMENT

Aerobility is a charitable company limited by guarantee incorporated on 4 September 2012 (company number 08200768) and registered as a charity on 6 November 2012 (charity number 1149629). It is governed by its Articles of Association. The members of the Company are the Directors who are also Trustees under Charity law.

The Board meets regularly and provides the strategic direction and oversight of the charity.

Trustees are recruited by advertising in suitable media and by actively considering suitably qualified individuals who make a direct approach. Candidates are interviewed and skills audited. New trustees are supplied with copies of the charity's governing and policy documents together with Charity Commission guidance, such as CC3 and CC8, and receive training as necessary.

Aerobility pay policy for key staff reflects experience, performance and regional variations. All salary increases are subject to approval by the Board of Trustees Remuneration Committee.

OBJECTIVES AND ACTIVITIES

The charity's objects are:

To promote and provide education, recreation and leisure time activities for disabled persons in particular by providing opportunities in aviation with the object of improving the conditions of life.

Aerobility offers disabled people the opportunity to fly an aeroplane and participate in aviation-based activities. Aerobility removes barriers to aviation which as an activity offers disabled people a real sense of achievement and genuinely changes people's lives.

Aerobility delivers learning activities for disabled young people and advocates for disabled people within aviation including work to improve employment rates for disabled people within the aviation sector.

Aerobility's specially adapted aircraft fly from various airfields around the UK providing life changing experience flights and flight training. Aerobility aims to support a variety of aviation activities for disabled people and represents the needs of disabled people whatever their aviation aspirations. Participants range from disabled young people through to soldiers injured in service and elderly persons with disabling impairments. All disability types are catered for including physical disabilities, learning disabilities, sensory impairments and mental health issues.

Lina has Quadriplegia (spinal cord injury). When she flies with Aerobility she says *"I've found a momentary antithesis to my paralysis."* She also says *"I would like to satisfy my dream - to feel like a bird. I also would like to gain the knowledge that flying a plane requires. Nothing excites me more than feeling challenged. Finally a confidence in myself and a affirmation of my mantra that when there's a wheel there's a way!"* When talking about overcoming her fears Lina says *"There is always that subconscious feeling of 'would I ever be able to get the grip of it' or 'when would my paralysis and loss of finger movement impede on this incredible journey', but Aerobility have gone beyond my expectations in settling those doubts and accommodating to my needs. Something I'm forever grateful for!"*

Malky Padwa, a 33-year-old-woman from Hackney in London, has been flying with Aerobility. Despite her early onset generalised dystonia – *"a condition characterised by involuntary contraction of the muscles, tremors, and other uncontrolled movements"* – learning to fly has always been Malky's dream, and she applied for the scholarship after a friend introduced her to the charity. Describing how the Aerobility instructors did *"everything to accommodate and adapt to [her] needs,"* she explained how the scholarship has had a hugely positive impact on her life: which, alongside imparting confidence and self-belief, has also made Malky *"rethink [her] capabilities"*. *"It also really helped me to really assess myself to what I can do physically and push to achieve more coordination and controlled movements,"* she added.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

REPORT OF THE TRUSTEES

Activities are designed and built by disabled people for disabled people, with disabled people and beneficiaries within key roles in the organisation. Through this, beneficiaries achieve:

- Improving self-esteem and stimulating achievement
- Knowledge expansion, well-being and enjoyment
- Removing physical and financial barriers and changing perceptions
- Leveraging ability, improved employability, new community access
- Inspiring people to live their life with new aspirations. “To fly”

Aerobility measures success by gathering metrics and output data such as participation levels and disability types accessing Aerobility services. Aerobility also records and utilises outcomes measures such as well-being and knowledge gained through participation – both directly from service users and also from those around them such as family members and caregivers. Together these measures are utilised for improving the quality of Aerobility services and to ensure aims and objectives are being met. These metrics are benchmarked against the Office for National Statistics data regarding the well-being of disabled people.

Using volunteers to assist with the delivery of services and with Charity administration is a key component of Aerobility structure. Flying instruction, fundraising and outreach event participation, health and safety support, and media creation are key roles delivered by over 75 volunteers.

The Trustees confirm that they have referred to the guidance on public benefit when reviewing the Charity’s aims and objectives and when planning future activity. The Trustees confirm that they are satisfied that public benefit is at the heart of Aerobility’s activities.

ACHIEVEMENTS AND PERFORMANCE

Charitable Activities

Flying operations continued to rebound after the pandemic. Flying days as well as our ground-based activities particularly for young people saw increasing levels of activity through the year. We delivered 938.09 hours of flying and 1097 flights during the year. Particularly pleasing was the demand for introductory experience flights for first time participants with 291 disabled people took to the skies for the first time during the year.

Disabled accessible aircraft build – Build a Dream (BaD):

The BaD team of 6 committed volunteers continued to work throughout 2023 and commenced on the final stages of the build, including the disability modifications to the controls, the engine cowling, doors and windows. Having a Specialized Engineering Lead join the Team in October 2023 is intended to provide the project with additional structure and expertise with the goal of the aircraft flying in 2024.

Junior Aspiring Pilot Programme & Aviation Education Programme:

The Aviation Education Programme 2023/24 continues to serve 12 people a year with sessions running every other Saturday for the school year. Volunteers from the industry lead sessions in all aspects of aviation, including Air Traffic Control, Engineering and Maintenance, Meteorology and even animal transportation.

The Junior Aspiring Pilots Programme 2023/24 was successful. Over two weeks we introduced 9 teenagers to flight, incorporating both ground school and aerial exercises. The highlight of the week is when participants plan and fly a navigation exercise such as flying to the Isle of Wight. The course funding from BBC Children in Need expired during the year, and work now begins to seek to find alternative sources of funding.

Project Able

The key target for Project Able (managed by Aerobility Holdings CIC) are to utilise former RAF Air Cadet G109 motorgliders to benefit Aerobility activities and deliver disability adapted aircraft to the charity. The project continues to be challenging with supply chain and manufacturer delays slowing progress. That said, the first aircraft G-CMGU completed its first year of service for the charity and has been well received.

Fundraising, Marketing and Communications

2023 saw the continued implementation of the strategy to focus on building our own fundraising events and activities i.e. Aviators Ball, Armchair Airshow, Aurora Flight, Wing Walk as well as working increasingly closely with our existing supporters to deepen and broaden relationships within the Aviation community.

The purpose being to drive financial resilience as well as prioritise team efforts on the areas of greatest likely success. As a result of this focus, we have also greatly broadened and deepened our relations with both new and previous supporters such as NATS, Department for Transport, 2Excel, Bristow Group, Aerobytes and London Biggin Hill Airport.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

REPORT OF THE TRUSTEES

Another key area of focus has been the launch of the Equal Skies Charter, an Aerobility and industry collaboration – building on our advocacy work, representing the needs of those living with disability, improving employment rates and entry into the aviation sector. By adding lived experience into the aviation industry talent pool, aviation travel for disabled people will improve over time. This activity is funded by a CAA grant 'Reach for the Sky'.

Aerobility is working with Kings College London, UK CAA and other space experts on a European Space Agency funded topical team exploring the accessibility of space in the future.

Organisation

There were a three resignations among the Trustees in 2023, but the overall Board remained stable and continued to have the bi-monthly meeting in person with the option to join online.

The staff and overall organization remain stable.

FINANCIAL REVIEW

Incoming resources amounted to £849,656 (2022: £931,024) including restricted donations and designated funds, the outgoing resources were £1,373,854 (2022: £756,386) giving a deficit for the year of £524,198 (2022 surplus: £174,638), including depreciation costs.

Donations and legacy income amounted to £498,543 (2022: £560,483), £101,771 (2022: £354,584) of which was restricted income, with unrestricted income totalling £396,772 (2022: £205,899).

At the end of the year we reviewed the final financial 2024 projections for Project Able and decided to write down the book value of a Loan originally made to Aerobility Holdings CIC, which is under common control with the charity. The charge amounted to £407,800 for the year but has no effect on the liquidity or operations of the Charity. The residual amount receivable by the Charity under the Loan at 31.12.23 was £150,000 and we are confident this will be received in cash during 2024.

At the balance sheet date, the charity's funds amounted to £1,004,936 (2022: £1,529,134) inclusive of restricted funds of £220,105 (2022: £1,049,998) and a fixed asset fund of £449,934 (2022: £422,635) giving free reserves of £334,897 (2022: £56,501).

Risk management

The assessment and management of risk is a core principle at Aerobility.

An operational Safety Management System (SMS) which incorporates regular risk assessments of all aviation and charitable activities is embedded within daily procedures and includes a reporting procedure which is regularly reviewed by the charity safety team and trustees. The Aerobility safety subcommittee meets bimonthly.

Robust policies and procedures provide the framework for all activities and include vulnerable adult and child protection, safeguarding for all stakeholders, DBS checking and volunteer management.

Financial risk is minimised using agreed policies and procedures, and through the regular financial review by Trustees of monthly management accounts.

All levels of management, staff and volunteers are accountable for the delivery of our risk and safety performance, from the Trustees and Chief Executive downwards throughout the whole organisation.

PLANS FOR FUTURE PERIODS

Our focus on relationships within the Aviation Industry and Government has seen a positive financial performance including the securing of a Department for Transport Grant of £514,314 over three years, commencing 4th April 2022.

The purpose of this grant is to fund Virtual Aerobility, which will see the charity embed, pandemic-born services as part of ongoing operations. This will enable the charity to support more people, more efficiently and more often, wherever they are. In turn, driving organisational resilience and protection from future national disruption. It will ensure we can support disabled aviators wherever they are, without need to come to Blackbushe or Tatenhill, removing another significant physical barrier to accessing aviation.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

REPORT OF THE TRUSTEES

As activity levels continue to rise we will explore adding additional adapted aircraft in the fleet, more instructional capability, and also delivering services from more areas of the UK.

During 2024 and 2025 we will continue accelerating our Equal Skies Charter – an across industry activity designed to improve both services for disabled people and the employment of disabled people. Supporting positive change and awareness from within. - The charity was awarded £109,183 for this 2 year-long project in 2023, mainly funding a Programme Manager.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also directors of Aerobility for the purposes of company law) are responsible for preparing the Report of the Trustees and the 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 of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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 Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant information of which the charitable company's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant information and to establish that the auditor is aware of that information.

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.

APPOINTMENT OF INDEPENDENT AUDITOR

The charity exceeded the audit threshold for the year under review and appointed Blue Spire Limited as independent auditor.

This report has been prepared having taking advantage of the small companies' exemption in the Companies Act 2006.

Approved by the trustees 30 September 2024 and signed on their behalf.

Shona Bowman

Shona Bowman
Chairman

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

INDEPENDENT AUDITOR'S REPORT

Independent Auditor's Report to the Members of Aerobility

Opinion

We have audited the financial statements of Aerobility (the 'charitable company') for the year ended 31 December 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and 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 Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 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 responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the 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 charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the 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 report of the trustees, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the report of the trustees. 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. 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.

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 report of the trustees (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

INDEPENDENT AUDITOR'S REPORT

Matters on which we are required to report by exception

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

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees (who are also the directors of the charitable company 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 charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor 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.

Based on our understanding of the Charity and the sector in which it operates, we identified the principal laws and regulations that directly affect the financial statements to be the Charities Act, Companies Act, and Employment Act. We assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

In addition, the Charity is subject to many other laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements, for instance through the imposition of fines or litigation. There is a limitation to areas most likely to have such an effect. Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence if any.

Audit procedures performed by the engagement team included:

- Enquiry of management, those charged with governance around actual and potential litigation and claims;
- Enquiry of entity staff to identify any instances of non-compliance with laws and regulations;
- Reviewing minutes of meetings of those charged with governance;
- 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 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 bias.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

INDEPENDENT AUDITOR'S REPORT

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 is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the FRC's website at: <https://www.frc.org.uk/auditors/audit-assurance/auditor-s-responsibilities-for-the-audit-of-the-fi/description-of-the-auditor%E2%80%99s-responsibilities-for>. This description forms part of our auditor's report..

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company'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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Geoffrey Frost BSc(Hons) FCA, Senior Statutory Auditor
For and on behalf of Blue Spire Limited, Statutory Auditor

Cawley Priory
South Pallant
Chichester
West Sussex
PO19 1SY

Date 01 October 2024

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

	Note	Unrestricted Funds £	Restricted Funds £	2023 Total Funds £	2022 Total Funds £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	1	396,772	101,771	498,543	560,483
Other trading activities	2				
Aviators' Ball		201,197	-	201,197	160,897
Other fundraising events		893	-	893	58,686
Other income		21,094	-	21,094	22,913
Charitable activities	3				
Flight payments		104,670	5,000	109,670	100,743
Contracted services		3,578	-	3,578	6,706
Investments	4	14,681	-	14,681	20,071
Other	5	-	-	-	525
Total		742,885	106,771	849,656	931,024
EXPENDITURE ON:					
Raising funds	6				
Direct fundraising costs		8,578	150,966	159,544	205,615
Indirect fundraising costs		72,982	-	72,982	43,906
Management and support		200,694	-	200,694	52,802
Charitable activities	6				
Aircraft operation and hire		235,486	-	235,486	232,716
Management and support		258,022	39,326	297,348	221,347
Other costs	7	407,800	-	407,800	-
Total resources expended		1,183,562	190,292	1,373,854	756,386
Net income/(expenditure)		(440,677)	(83,521)	(524,198)	174,638
TRANSFERS					
Gross transfers between funds	16	746,372	(746,372)	-	-
Net movement in funds		305,695	(829,893)	(524,198)	174,638
RECONCILIATION OF FUNDS					
Total funds brought forward	16	479,136	1,049,998	1,529,134	1,354,496
Total funds carried forward	16	784,831	220,105	1,004,936	1,529,134

The charity has no recognised gains or losses other than those dealt with in the statement of financial activities.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

BALANCE SHEET AS AT 31 DECEMBER 2023

		2023		2022	
	Note	£	£	£	£
FIXED ASSETS					
Aircraft in construction and aircraft	11	374,994		337,171	
Flight simulators	11	25,478		24,670	
Property	11	40,423		53,649	
Mobility equipment and other assets	11	9,039		7,145	
Total fixed assets			449,934		422,635
CURRENT ASSETS					
Stocks for resale		2,062		5,166	
Debtors	12	119,210		25,614	
Loan	13	150,000		557,800	
Cash at hand and in bank		360,335		571,184	
Total current assets		631,607		1,159,764	
CURRENT LIABILITIES					
Creditors: amounts falling due within one year	14	76,605		53,265	
Net current assets/(liabilities)			555,002		1,106,499
Total net assets			<u>1,004,936</u>		<u>1,529,134</u>
THE FUNDS OF THE CHARITY					
Restricted funds	16		220,105		1,049,998
Unrestricted funds	16		784,831		479,136
Total charity funds			<u>1,004,936</u>		<u>1,529,134</u>

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The accompanying notes form part of these accounts.

Approved by the trustees 30 September 2024 and signed on their behalf.

Shona Bowman

Shona Bowman
Trustee

Aerobility
Company number: 08200768
Charity number: 1149629

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

STATEMENT OF CASH FLOWS

		2023		2022	
	Note	£	£	£	£
Net cash flow from operating activities (see below)			(129,228)		452,848
Cash flow from investing activities					
Payments to acquire tangible fixed assets	11	(96,302)		(189,150)	
Proceeds on sale of tangible fixed assets (net of commission)		-		-	
Proceeds on sale of investments		-		-	
Interest received		14,681		20,071	
Net cash flow from investing activities			(81,621)		(169,079)
Net increase/(decrease) in cash and cash equivalents			(210,849)		283,769
Cash and cash equivalents at 1 January			571,184		287,415
Cash and cash equivalents at 31 December			<u>360,335</u>		<u>571,184</u>
Cash and cash equivalents consist of:					
Cash at bank and in hand			360,335		571,184
Cash and cash equivalents at 31 December			<u>360,335</u>		<u>571,184</u>
Reconciliation of net income to net cash flow from operating activities					
		2023		2022	
		£	£	£	£
Net income for the year			(524,198)		174,638
Adjusted for:					
Interest receivable		(14,681)		(20,071)	
Depreciation and impairment of tangible fixed assets	11	69,003		57,872	
Decrease/(increase) in stocks		3,104		-	
Decrease/(increase) in debtors		(93,596)		43,247	
Decrease/(increase) in loans receivable		407,800		187,200	
Increase/(decrease) in creditors		23,340		9,962	
			394,970		278,210
			<u>(129,228)</u>		<u>452,848</u>
Analysis of changes in net debt					
		2023		2022	
		Cash and cash equivalents		Cash and cash equivalents	
		£		£	
Total net debt brought forward			571,184		287,415
Cash flows			(210,849)		283,769
Total net debt carried forward			<u>360,335</u>		<u>571,184</u>

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

ACCOUNTING POLICIES

GENERAL INFORMATION, SCOPE AND BASIS OF THE FINANCIAL STATEMENTS

Aerobility is an incorporated charity, limited by guarantee, incorporated in England with the company number 08200768. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity. The address of the registered office is given in the charity information page of these financial statements. The nature of the charity's operations and principal activities are outlined in the trustees' report.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

INCOME RECOGNITION

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Gifts in kind donated for resale are included at fair value, being the expected proceeds from sale less the expected costs of sale. Where estimating the fair value is practicable upon receipt it is recognised in stock and 'Income from other trading activities'. Upon sale, the value of the stock is charged against 'Income from other trading activities' and the proceeds are recognised as 'Income from other trading activities'.

The charity received government grants in respect of the Coronavirus Job Retention Scheme and project funding. Income from government and other grants are recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

Investment income in the form of bank interest is recognised as the charity's right to receive payment is established.

EXPENDITURE RECOGNITION

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Management and support costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative payroll costs. Staff costs have been allocated between costs of raising funds, charitable activities and governance costs on the basis of time spent by staff. Support costs cannot be directly attributed to particular headings and have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of the resources. Support costs have been allocated between costs of raising funds and charitable activities on the best estimate of the use of those resources.

Staff costs together with CEO expenses are apportioned according to time spent on each activity.

Other general expenses are allocated according to an estimate of the proportion of resources expended.

EMPLOYEE BENEFITS

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

ACCOUNTING POLICIES

TAXATION

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

TANGIBLE FIXED ASSETS

Fixed assets are stated at cost and depreciation is provided at rates calculated to write-off the cost of each asset over its useful economic life, less any estimated residual value as follows:

Property	10% straight line
Aircraft in construction	None in the period of construction
Aircraft	15% of net book value
Mobility Equipment	20% of net book value
Other items	20% of net book value

Where fixed assets were received as part of the net assets transfer from the British Disabled Flying Association on 1 January 2013, The assets were recorded as additions at net book value. Depreciation rates have remained unchanged following this transfer to write of the remaining cost of the assets over their useful economic lives.

The Charity owns specially adapted light aircraft and mobility aids to assist users of the aircraft and the depreciation charge for these assets are allocated as a charitable expense.

Items of capital equipment are capitalised where the purchase price exceeds £1,000

STOCKS FOR RESALE

Stocks are stated at the lower of cost and estimated selling price less costs to sell. Cost is calculated using the first-in, first-out formula. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

DEBTORS AND CREDITORS RECEIVABLE/PAYABLE WITHIN ONE YEAR

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

FUND ACCOUNTING

Restricted funds

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the note 15 of these financial statements.

Unrestricted funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

GOING CONCERN

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

NOTES TO THE FINANCIAL STATEMENTS

1. Income from donations and legacies

	Unrestricted Funds £	Restricted Funds £	2023 Total Funds £	Unrestricted Funds £	Restricted Funds £	2022 Total Funds £
Donations	63,603	100	63,703	20,383	10	20,393
Gift Aid reclaimed	8,301	-	8,301	553	-	553
Legacies	-	-	-	500	1,500	2,000
Trust and corporate donations	235,074	101,671	336,745	145,736	340,694	486,430
Sponsorship	83,833	-	83,833	26,120	12,380	38,500
Regular giving	5,961	-	5,961	12,607	-	12,607
	<u>396,772</u>	<u>101,771</u>	<u>498,543</u>	<u>205,899</u>	<u>354,584</u>	<u>560,483</u>

2. Income from other trading activities

	Unrestricted Funds £	Restricted Funds £	2023 Total Funds £	Unrestricted Funds £	Restricted Funds £	2022 Total Funds £
Aviators' Ball	201,197	-	201,197	160,897	-	160,897
Sponsored participation	893	-	893	58,686	-	58,686
Raffles	30	-	30	1,243	-	1,243
Merchandise	1,275	-	1,275	1,883	-	1,883
Other fundraising income	19,789	-	19,789	6,767	13,020	19,787
	<u>223,184</u>	<u>-</u>	<u>223,184</u>	<u>229,476</u>	<u>13,020</u>	<u>242,496</u>

3. Income from charitable activities

	Unrestricted Funds £	Restricted Funds £	2023 Total Funds £	Unrestricted Funds £	Restricted Funds £	2022 Total Funds £
Charitable activities	445	-	445	-	-	-
Flight payments	104,225	5,000	109,225	100,743	-	100,743
	<u>104,670</u>	<u>5,000</u>	<u>109,670</u>	<u>100,743</u>	<u>-</u>	<u>100,743</u>
Other contracted services	3,578	-	3,578	1,706	5,000	6,706
	<u>3,578</u>	<u>-</u>	<u>3,578</u>	<u>1,706</u>	<u>5,000</u>	<u>6,706</u>
	<u>108,248</u>	<u>5,000</u>	<u>113,248</u>	<u>102,449</u>	<u>5,000</u>	<u>107,449</u>

4. Income from investments

	Unrestricted Funds £	Restricted Funds £	2023 Total Funds £	Unrestricted Funds £	Restricted Funds £	2022 Total Funds £
Bank interest received	7,699	-	7,699	1,485	-	1,485
Loan interest	6,982	-	6,982	18,586	-	18,586
	<u>14,681</u>	<u>-</u>	<u>14,681</u>	<u>20,071</u>	<u>-</u>	<u>20,071</u>

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

NOTES TO THE FINANCIAL STATEMENTS

5. Other income

	Unrestricted Funds £	Restricted Funds £	2023 Total Funds £	Unrestricted Funds £	Restricted Funds £	2022 Total Funds £
Other income	-	-	-	525	-	525
	-	-	-	525	-	525

6. Analysis of operational expenditure

	Raising funds £	Charitable activities £	2023 Total Funds £	Raising funds £	Charitable activities £	2022 Total Funds £
Direct fundraising expenditure	157,123	-	157,123	203,776	-	203,776
Merchandise cost	2,421	-	2,421	1,839	-	1,839
Cost of aircraft and parts sold	-	-	-	-	-	-
Indirect fundraising costs	72,969	-	72,969	42,785	-	42,785
Credit card collection fees	13	-	13	1,121	-	1,121
Aircraft operating and hire	-	183,631	183,631	-	191,983	191,983
Aircraft depreciation charge	-	51,855	51,855	-	40,733	40,733
Resources expended	232,526	235,486	468,012	249,521	232,716	482,237
CEO remuneration	18,799	43,865	62,664	17,171	40,066	57,237
Operations director	-	-	-	-	-	-
Aviation Activities Officer	38,807	-	38,807	-	24,990	24,990
Virtual Services salary costs	57,018	-	57,018	-	13,724	13,724
WIS manager	-	-	-	-	-	-
Office and financial administration	-	85,644	85,644	-	52,097	52,097
Employer's national insurance	3,294	7,686	10,980	2,978	6,948	9,926
Employer's pension	3,060	7,141	10,201	2,291	5,346	7,637
Premises costs	10,497	41,994	52,491	5,099	20,399	25,498
Building depreciation	3,305	13,222	16,527	3,272	13,090	16,362
General office expenses	19,351	37,496	56,847	5,455	25,781	31,236
Depreciation	124	498	622	156	622	778
Motor and travel expenses	4,127	18,291	22,418	1,488	5,251	6,739
Auditor and examiner fees	1,654	3,309	4,963	1,477	2,953	4,430
Irrecoverable VAT	13,074	26,148	39,222	-	-	-
Other governance costs	27,584	12,054	39,638	13,415	10,080	23,495
Total support costs	200,694	297,348	498,042	52,802	221,347	274,149
Total resources expended	433,220	532,834	966,054	302,323	454,063	756,386
Analysed by fund:						
Restricted funds	150,966	39,326	190,292	56,113	46,572	102,685
Unrestricted funds	282,254	493,508	775,762	246,210	407,491	653,701
	433,220	532,834	966,054	302,323	454,063	756,386

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

NOTES TO THE FINANCIAL STATEMENTS

7. Other costs

	Unrestricted Funds £	Restricted Funds £	2023 Total Funds £	Unrestricted Funds £	Restricted Funds £	2022 Total Funds £
Loan value written down	407,800	-	407,800	-	-	-
	<u>407,800</u>	<u>-</u>	<u>407,800</u>	<u>-</u>	<u>-</u>	<u>-</u>

8. Independent auditor's and examiner's fees

	Unrestricted Funds £	Restricted Funds £	2023 Total Funds £	Unrestricted Funds £	Restricted Funds £	2022 Total Funds £
Audit	4,900	-	4,900	4,750	-	4,750
Examination	-	-	-	(320)	-	(320)
Other services	480	-	480	480	-	480
	<u>4,900</u>	<u>-</u>	<u>4,900</u>	<u>4,230</u>	<u>-</u>	<u>4,230</u>

9. Wages and salary cost

	2023 Total Funds £	2022 Total Funds £
Gross wages	356,797	276,019
Employer's national insurance costs	29,806	23,073
Employer's pension contributions	10,201	7,636
	<u>396,804</u>	<u>306,728</u>
Staff numbers:		
Average head count - administration of charitable activities	<u>13</u>	<u>11</u>
Analysed as:		
Part time	9	8
Full time	4	3
	<u>13</u>	<u>11</u>

During the year under review 1 employee (2022: no employees) received employee benefits (excluding employer pension costs) above £60,000.

During the year under review 1 (2022: 1) member of the charity's staff, identified as key management personnel, received employee benefits (inclusive of salary, social security and pension contributions) totalling £71,061 (2022: £59,526). In the comparative year expenses of £nil were reimbursed to key management personal in the performance of their duties.

Aerobility operates a defined contribution pension scheme for its employees. Contributions to the scheme in the year amounted to £10,201 (2022: £7,636) with £1,854 (2022: £2,157) payable at the balance sheet date.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

NOTES TO THE FINANCIAL STATEMENTS

10. Related party transactions

None of the trustees received any remuneration during the period under review. No trustees were reimbursed expenses during the period under review.

There were no other related party transactions requiring disclosure in these financial statements.

11. Tangible assets

	Aircraft in construction and aircraft £	Flight simulators £	Property £	Mobility equipment £	Other equipment £	Total £
Cost						
Brought forward	553,814	33,290	163,615	16,721	17,317	784,757
Additions	82,877	6,500	3,300	-	3,625	96,302
Disposals	-	-	-	-	-	-
	<u>636,691</u>	<u>39,790</u>	<u>166,915</u>	<u>16,721</u>	<u>20,942</u>	<u>881,059</u>
Depreciation						
Accumulated brought forward	216,643	8,620	109,966	12,685	14,208	362,122
Charge	45,054	5,692	16,526	807	924	69,003
On disposals	-	-	-	-	-	-
	<u>261,697</u>	<u>14,312</u>	<u>126,492</u>	<u>13,492</u>	<u>15,132</u>	<u>431,125</u>
Net book value carried forward	<u>374,994</u>	<u>25,478</u>	<u>40,423</u>	<u>3,229</u>	<u>5,810</u>	<u>449,934</u>
Net book value brought forward	<u>337,171</u>	<u>24,670</u>	<u>53,649</u>	<u>4,036</u>	<u>3,109</u>	<u>422,635</u>

12. Debtors

	2023 Total Funds £	2022 Total Funds £
Trade debtors	70,237	10,024
Prepayments	10,640	-
Accrued income	35,450	-
Other debtors	2,883	15,590
	<u>119,210</u>	<u>25,614</u>

13. Loan

	2023 Total Funds £	2022 Total Funds £
Loan	<u>150,000</u>	<u>557,800</u>
	<u>150,000</u>	<u>557,800</u>

This Loan was made to Aerobility Holdings CIC, which is 100% controlled by the Charity, to finance Project Able. The residual amount still receivable by the Charity under the Loan at 31.12.23 was £150,000 and this is expected to be settled in cash during 2024.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

NOTES TO THE FINANCIAL STATEMENTS

14. Creditors: amounts falling due within one year

	2023 Total Funds £	2022 Total Funds £
Trade creditors	44,296	19,096
Other creditors	1,854	2,157
Accruals	3,900	4,751
Deferred income (see below)	17,718	14,941
Other taxation and social security	8,837	12,320
	<u>76,605</u>	<u>53,265</u>

Deferred income

	Brought forward £	Released in year £	Deferred in year £	Carried forward £
Gift vouchers	2,679	-	144	2,823
Other income in advance	12,262	(12,262)	14,895	14,895
	<u>14,941</u>	<u>(12,262)</u>	<u>15,039</u>	<u>17,718</u>

Income received in relation to future accounting periods, is deferred, and released to income in line with the specified timing of its use.

15. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	2023 Total Funds £	Unrestricted Funds £	Restricted Funds £	2022 Total Funds £
Tangible fixed assets	449,934	-	449,934	422,635	-	422,635
Current assets	411,502	220,105	631,607	109,766	1,049,998	1,159,764
Current liabilities	(76,605)	-	(76,605)	(53,265)	-	(53,265)
	<u>784,831</u>	<u>220,105</u>	<u>1,004,936</u>	<u>479,136</u>	<u>1,049,998</u>	<u>1,529,134</u>

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

NOTES TO THE FINANCIAL STATEMENTS

16. Analysis of net movement in funds

	Year ended 31 December 2023				
	Brought forward £	Incoming resources £	Outgoing resources £	Transfers £	Carried forward £
Restricted funds					
Junior Aspiring Pilot Programme	9,127	7,465	(3,670)	-	12,922
Build a dream	25,338	100	(140)	(1,696)	23,602
Scholarship fund	87,778	12,000	-	-	99,778
Project Able fund	745,000	-	-	(745,000)	-
Aviation Education Programme (AEP)	394	-	(718)	324	-
ISTAT Virtual Aerobility	-	-	-	-	-
DfT Virtual Aerobility	73,178	144,093	(162,434)	-	54,837
Equal Skies	109,183	(81,887)	(23,330)	-	3,966
S Morrisson	-	25,000	-	-	25,000
Total restricted funds	1,049,998	106,771	(190,292)	(746,372)	220,105
Unrestricted funds					
Designated funds					
Fixed asset fund	422,634	-	-	27,300	449,934
	422,634	-	-	27,300	449,934
General funds	56,502	742,885	(1,183,562)	719,072	334,897
Total unrestricted funds	479,136	742,885	(1,183,562)	746,372	784,831
Total funds	1,529,134	849,656	(1,373,854)	-	1,004,936

	Year ended 31 December 2022				
	Brought forward £	Incoming resources £	Outgoing resources £	Transfers £	Carried forward £
Restricted funds					
Junior Aspiring Pilot Programme	1,253	10,414	(2,540)	-	9,127
Build a dream	25,338	-	-	-	25,338
Scholarship fund	23,488	64,290	-	-	87,778
Project Able fund	745,000	-	-	-	745,000
Aviation Education Programme (AEP)	500	-	(106)	-	394
ISTAT Virtual Aerobility	7,000	-	(7,000)	-	-
DfT Virtual Aerobility	-	188,717	(93,039)	(22,500)	73,178
Equal Skies	-	109,183	-	-	109,183
Total restricted funds	802,579	372,604	(102,685)	(22,500)	1,049,998
Unrestricted funds					
Designated funds					
Fixed asset fund	291,357	-	-	131,277	422,634
	291,357	-	-	131,277	422,634
General funds	260,560	558,420	(653,701)	(108,777)	56,502
Total unrestricted funds	551,917	558,420	(653,701)	22,500	479,136
Total funds	1,354,496	931,024	(756,386)	-	1,529,134

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

NOTES TO THE FINANCIAL STATEMENTS

16. Analysis of net movement in funds (continued)

Description of restricted funds

<i>Junior Aspiring Pilot Programme</i>	Funds received from BBC Children in Need and Hart Rotary to provide aviation education to disabled young people.
<i>NATS Management Support</i>	Funds received to cover the cost of employing administrative management.
<i>Build a dream</i>	Funds donated for the construction of a self-build aircraft.
<i>Scholarship fund</i>	Funds received to support disabled fliers by subsidising the cost of flights, enabling those people awarded scholarships to fly with aerobility free of charge.
<i>Aircraft spares fund</i>	Funds received to acquire aircraft in need of repair and aircraft spares to be used as part of Project Able.
<i>Project Able fund</i>	Funds received to support the repair and bring into use Vigilant aircraft for the charity's use and for sale.
<i>Aviation Education Programme (AEP)</i>	Funds received to support our 2021/2022 programme for young disabled people with an interest in aviation
<i>ISTAT Virtual Aerobility</i>	Funds received in support of the development of our virtual activities for disabled people with an interest in aviation.
<i>DFT Virtual Aerobility</i>	Fund received to support the development of Virtual Aerobility Project which consists of three projects: Virtual Aviation Experience, Armchair Airshow, Inspire-Ability to be able to reach even more people, wherever they are.
<i>Equal Skies</i>	Fund received to support the Charter which aims to increase accessibility of the aviation industry, ensuring everyone has equal access to the employment, products and services it offers. We are working with partners across the industry to raise the level of understanding of what disability is and what accessibility means to their organisation.

Designated funds

<i>Fixed asset fund</i>	Funds received to purchase new assets for the charity.
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17. Material transfers between funds

From	To	Unrestricted Funds General £	Fixed Asset £	Restricted Funds £
<i>Transfer 1</i>				
Project Able Fund	General Funds	(750,000)	-	(750,000)
		<u>(750,000)</u>	<u>-</u>	<u>(750,000)</u>
Transfer from restricted funds on the release of the funding by the grantor.				
<i>Transfer 2</i>				
General funds / Build a Dream fund	Fixed Asset reserve	(25,604)	27,300	(1,696)
		<u>(25,604)</u>	<u>27,300</u>	<u>(1,696)</u>
Transfer between funds on additions to fixed assets net of depreciation.				

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

NOTES TO THE FINANCIAL STATEMENTS

18. Financial instruments

The carrying amounts of the charity's financial instruments are as follows:

	2023 Total Funds £	2022 Total Funds £
<i>Financial assets</i>		
Debt instruments measured at amortised cost:		
Trade debtors (note 12)	<u>70,237</u>	<u>10,024</u>
	<u>70,237</u>	<u>10,024</u>
<i>Financial liabilities</i>		
Measured at amortised cost:		
Trade creditors (note 14)	<u>44,296</u>	<u>19,096</u>
	<u>44,296</u>	<u>19,096</u>

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

NOTES TO THE FINANCIAL STATEMENTS

19. Comparative statement of financial activities

	Note	Unrestricted Funds £	Restricted Funds £	2022 Total Funds £
INCOME AND ENDOWMENTS FROM:				
Donations and legacies	1	205,899	354,584	560,483
Other trading activities	2			
Aviators' Ball		160,897	-	160,897
Other fundraising events		58,686	-	58,686
Other income		9,893	13,020	22,913
Charitable activities	3			
Flight payments		100,743	-	100,743
Contracted services		1,706	5,000	6,706
Investments	4	20,071	-	20,071
Other	5	525	-	525
Total		558,420	372,604	931,024
EXPENDITURE ON:				
Raising funds	6			
Direct fundraising costs		149,502	56,113	205,615
Indirect fundraising costs		43,906	-	43,906
Management and support		52,802	-	52,802
Charitable activities	6			
Aircraft operation and hire		232,716	-	232,716
Management and support		174,775	46,572	221,347
Total resources expended		653,701	102,685	756,386
Net income/(expenditure)		(95,281)	269,919	174,638
TRANSFERS				
Gross transfers between funds	16	22,500	(22,500)	-
Net movement in funds		(72,781)	247,419	174,638
RECONCILIATION OF FUNDS				
Total funds brought forward	16	551,917	802,579	1,354,496
Total funds carried forward	16	479,136	1,049,998	1,529,134

AEROBILITY

England & Wales - Charity number 1149629

Accounts

Aerobility

**Trustees' Report
and Financial Statements
for the year ended 31 December 2022**

**Registered Charity Number 1149629
Registered Company Number 08200768**



AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

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AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

CHARITY INFORMATION

Trustees

Shona Bowman	Chairman
Jon Windover	Deputy Chairman
Emrys Harries	Secretary
Allister Bridger	
Mike Matthews	
Joel Rose	
Jamie Smith	
Neil Tucker	
Simon Warr	
Brian Wheeler	(resigned 21 April 2023)
Paul Winstanley	

Principal Office

Blackbushe Airport
Camberley
GU17 9LQ

Registered Office

Cawley Priory
South Pallant
Chichester
West Sussex
PO19 1SY

Registered Charity Number

1149629

Registered Company Number

08200768

Chief Executive

Mike Miller-Smith MBE

Independent Auditor

Blue Spire Limited
Cawley Priory
South Pallant
Chichester
West Sussex
PO19 1SY

Bankers

CAF Bank Limited
25 Kings Hill Avenue
West Malling
ME19 4JQ

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

REPORT OF THE TRUSTEES

The trustees hereby present their Annual Report for the purposes of the Charities Act 2011 and Sections 416 to 419 of the Companies Act 2006, together with the accounts for the year ended 31 December 2022. The trustees have adopted the provisions of the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard (FRS 102).

STRUCTURE GOVERNANCE AND MANAGEMENT

Aerobility is a charitable company limited by guarantee incorporated on 4 September 2012 (company number 08200768) and registered as a charity on 6 November 2012 (charity number 1149629). It is governed by its Articles of Association. The members of the Company are the Directors who are also Trustees under Charity law.

The Board meets regularly and provides the strategic direction and oversight of the charity.

Trustees are recruited by advertising in suitable media and by actively considering suitably qualified individuals who make a direct approach. New trustees are supplied with copies of the charity's governing and policy documents together with Charity Commission guidance, such as CC3 and CC8, and receive training as necessary.

Aerobility pay policy for key staff reflects experience, performance and regional variations. All salary increases are subject to approval by the Board of Trustees Remuneration Committee.

OBJECTIVES AND ACTIVITIES

The charity's objects are:

To promote and provide education, recreation and leisure time activities for disabled persons in particular by providing opportunities in aviation with the object of improving the conditions of life.

Aerobility offers disabled people, without exception, the opportunity to fly an aeroplane and participate in aviation-based activities. Aerobility removes barriers to aviation which as an activity offers disabled people a real sense of achievement and genuinely changes people's lives.

Aerobility's specially adapted aircraft fly from various airfields around the UK providing life changing experience flights and flight training. Aerobility aims to support a variety of aviation activities for disabled people and represents the needs of disabled people whatever their aviation aspirations. Participants range from disabled young people through to soldiers injured in service and elderly persons with disabling impairments. All disability types are catered for including physical disabilities, learning disabilities, sensory impairments and mental health issues.

Lina has Quadriplegia (spinal cord injury). When she flies with Aerobility she says *"I've found a momentary antithesis to my paralysis."* She also says *"I would like to satisfy my dream - to feel like a bird. I also would like to gain the knowledge that flying a plane requires. Nothing excites me more than feeling challenged. Finally a confidence in myself and a affirmation of my mantra that when there's a wheel there's a way!"* When talking about overcoming her fears Lina says *"There is always that subconscious feeling of 'would I ever be able to get the grip of it' or 'when would my paralysis and loss of finger movement impede on this incredible journey', but Aerobility have gone beyond my expectations in settling those doubts and accommodating to my needs. Something I'm forever grateful for!"*

Malky Padwa, a 33-year-old-woman from Hackney in London, has been flying with Aerobility. Despite her early onset generalised dystonia – *"a condition characterised by involuntary contraction of the muscles, tremors, and other uncontrolled movements"* – learning to fly has always been Malky's dream, and she applied for the scholarship after a friend introduced her to the charity. Describing how the Aerobility instructors did *"everything to accommodate and adapt to [her] needs,"* she explained how the scholarship has had a hugely positive impact on her life: which, alongside imparting confidence and self-belief, has also made Malky *"rethink [her] capabilities"*. *"It also really helped me to really assess myself to what I can do physically and push to achieve more coordination and controlled movements,"* she added.

Activities are designed and built by disabled people for disabled people, with disabled people and beneficiaries within key roles in the organisation. Through this, beneficiaries achieve

- Improving self-esteem and stimulating achievement
- Knowledge expansion, well-being and enjoyment
- Removing physical and financial barriers and changing perceptions
- Leveraging ability, improved employability, new community access,
- Inspiring people to live their life with new aspirations. *"To fly"*

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

REPORT OF THE TRUSTEES

Aerobility measures success by gathering metrics and output data such as participation levels and disability types accessing Aerobility services. Aerobility also records and utilises outcomes measures such as well-being and knowledge gained through participation – both directly from service users and also from those around them such as family members and caregivers. Together these measures are utilised for improving the quality of Aerobility services and to ensure aims and objectives are being met.

Using volunteers to assist with the delivery of services and with Charity administration is a key component of Aerobility structure. Flying instruction, fundraising event management, health and safety advice, and IT support are key roles delivered by over 75 volunteers.

The Trustees confirm that they have referred to the guidance on public benefit when reviewing the Charity's aims and objectives and when planning future activity. The Trustees confirm that they are satisfied that public benefit is at the heart of Aerobility's activities.

ACHIEVEMENTS AND PERFORMANCE

Charitable Activities

Flying operations resumed fully in 2022 with many of our fliers returning to the charity after the pandemic. In addition, we began running flying days once again as well as our ground-based activities particularly for the same with you people. We delivered 1055.62 hours of flying and 1226 flights during the year. Particularly pleasing was the demand for introductory experience flights for first time participants.

Disabled accessible aircraft build – Build a Dream (BaD):

The BaD team of 6 committed volunteers continued to work throughout 2022 and commenced on the final stages of the build, including the disability modifications to the controls, the engine cowling, doors and windows.

Junior Aspiring Pilot Programme & Aviation Education Programme:

The Aviation Education Programme 2022/23 continues to serve 12 people a year with sessions running smoothly. This year is the courses 10th year and it is remarkable to see how much the course has changed over that time. AEP now has sessions on inspiration and aerobatics alongside more traditional sessions of the principles of flight and air traffic control.

The Junior Aspiring Pilots Programme 2022/23 was successful. Over two weeks we introduced 9 teenagers to what it takes to become a private pilot. The course funding from BBC Children in Need expires this year but we are keen to apply for this support to be extended for a further term.

Project Able

The key target for Project Able (managed by Aerobility Holdings CIC) are to utilise former RAF Air Cadet G109 motorgliders to benefit Aerobility activities and deliver disability adapted aircraft to the charity. The project continues to be challenging with supply chain and manufacturer delays slowing progress. That said, the first aircraft entered service for the charity G-CMGU during the year and has been well received.

Fundraising, Marketing and Communications

2022 saw the continued implementation of the strategy to focus on building our own fundraising events and activities i.e. Aviators Ball, Armchair Airshow, Wing Walk as well as working increasingly closely with our existing supporters to deepen and broaden relationships within the Aviation community.

The purpose being to drive financial resilience as well as prioritise team efforts on the areas of greatest likely success. As a result of this focus, we have also greatly broadened and deepened our relations with both new and previous supporters such as NATS, DfT, 2Excel, Bristow Group, Aerobytes and London Biggin Hill Airport. For example, NATS General Managers climbed the U.K.'s highest peaks and encouraged employee participation for other challenges – raising over £20,000. London Biggin Hill Airport assisted us with innovation and support for our groundbreaking online Armchair Airshow both providing interesting aviation based content for viewers coupled with fundraising alongside.

Another key area of focus has been the building of our advocacy work, representing the needs of those living with disability, into the aviation community. This has led to Aerobility leading the conversation on accessibility within the Future Flight arena, especially within the Urban Air Mobility environments, as well as beginning to address the accessibility failings the aviation community recognises it needs to work on through our Equal Skies. Charter funded by the CAA/DfT.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

REPORT OF THE TRUSTEES

Aerobility is working with Kings College London, UK CAA and other space experts on a European Space Agency funded topical team exploring the accessibility of space in the future.

Organisation

Staff and volunteers have fully returned to work after the pandemic and continued working from the office in 2022.

After the pandemic, the Trustee Board has started to hold its meetings face-to-face again with the continued option of Zoom online join-in to determine the strategic direction of the charity and set performance objectives for the Chief Executive as well as providing the required governance.

FINANCIAL REVIEW

Incoming resources amounted to £931,024 (2021: £611,318) including restricted donations and designated funds, the outgoing resources were £756,386 (2021: £547,464) giving a surplus for the year of £174,638 (2021: £63,854), including depreciation costs.

Donations and legacy income amounted to £560,483 (2021: £202,531), £354,584 (2021: £39,440) of which was restricted income, with unrestricted income totalling £205,899 (2021: £163,091).

At the balance sheet date, the charity's funds amounted to £1,529,134 (2021: £1,354,496) inclusive of restricted funds of £1,049,998 (2021: £802,579) and a fixed asset fund of £422,635 (2021: £291,357).

Risk management

The assessment and management of risk is a core principle at Aerobility.

An operational Safety Management System (SMS) which incorporates regular risk assessments of all aviation and charitable activities is embedded within daily procedures and includes a reporting procedure which is regularly reviewed by the charity safety team and trustees. The Aerobility safety subcommittee meets bimonthly.

Robust policies and procedures provide the framework for all activities and include vulnerable adult and child protection, DBS checking and volunteer management.

Financial risk is minimised using agreed policies and procedures, and through the regular financial review by Trustees of monthly management accounts.

All levels of management, staff and volunteers are accountable for the delivery of our risk and safety performance, from the Trustees and Chief Executive downwards throughout the whole organisation.

PLANS FOR FUTURE PERIODS

Our focus on relationships within the Aviation Industry and Government has seen a positive financial performance including the securing of a Department for Transport Grant of £514,314 over three years, commencing 4th April 2022.

The purpose of this grant is to fund Virtual Aerobility, which will see the charity embed, pandemic-born Services as part of ongoing operations. This will enable the charity to support more people, more efficiently and more often, wherever they are. In turn, driving organisational resilience and protection from future national disruption. It will ensure we can support disabled aviators wherever they are, without need to come to Blackbushe or Tatenhill, removing another significant physical barrier to accessing aviation.

As activity levels continue to rise we will explore adding additional adapted aircraft in the fleet, more instructional capability, and also delivering services from more areas of the UK.

During 2023 we will be accelerating our Equal Skies Charter – an across industry activity designed to improve both services for disabled people and the employment of disabled people. Supporting positive change and awareness from within. - The charity was awarded £109,183 for this 2 year-long project, mainly funding a Programme Manager.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

REPORT OF THE TRUSTEES

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also directors of Aerobility for the purposes of company law) are responsible for preparing the Report of the Trustees and the 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 of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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 Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant information of which the charitable company's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant information and to establish that the auditor is aware of that information.

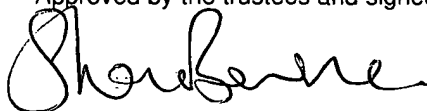
The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

APPOINTMENT OF INDEPENDENT AUDITOR

The charity exceeded the audit threshold for the year under review and appointed Blue Spire Limited as independent auditor.

This report has been prepared having taking advantage of the small companies' exemption in the Companies Act 2006.

Approved by the trustees and signed on their behalf.



Shona Bowman
Chairman

Date 22/09/2023

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

INDEPENDENT AUDITOR'S REPORT

Independent Auditor's Report to the Members of Aerobility

Opinion

We have audited the financial statements of Aerobility (the 'charitable company') for the year ended 31 December 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and 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 Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2022, 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 responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the 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 charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the 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 report of the trustees, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the report of the trustees. 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. 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.

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 report of the trustees (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

INDEPENDENT AUDITOR'S REPORT

Matters on which we are required to report by exception

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

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees (who are also the directors of the charitable company 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 charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor 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.

Based on our understanding of the Charity and the sector in which it operates, we identified the principal laws and regulations that directly affect the financial statements to be the Charities Act, Companies Act, and Employment Act. We assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

In addition, the Charity is subject to many other laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements, for instance through the imposition of fines or litigation. There is a limitation to areas most likely to have such an effect. Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence if any.

Audit procedures performed by the engagement team included:

- Enquiry of management, those charged with governance around actual and potential litigation and claims;
 - Enquiry of entity staff to identify any instances of non-compliance with laws and regulations;
 - Reviewing minutes of meetings of those charged with governance;
 - 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 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 bias.
-

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

INDEPENDENT AUDITOR'S REPORT

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 is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the FRC's website at: <https://www.frc.org.uk/auditors/audit-assurance/auditor-s-responsibilities-for-the-audit-of-the-fi/description-of-the-auditor%E2%80%99s-responsibilities-for> This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company'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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Geoffrey Frost BSc(Hons) FCA, Senior Statutory Auditor
For and on behalf of Blue Spire Limited, Statutory Auditor

Cawley Priory
South Pallant
Chichester
West Sussex
PO19 1SY

Date

25 September 2023

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

	Note	Unrestricted Funds £	Restricted Funds £	2022 Total Funds £	2021 Total Funds £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	1	205,899	354,584	560,483	202,531
Other trading activities	2				
Aviators' Ball		160,897	-	160,897	187,308
Other fundraising events		58,686	-	58,686	39,415
Other income		9,893	13,020	22,913	39,613
Charitable activities	3				
Flight payments		100,743	-	100,743	72,695
Contracted services		1,706	5,000	6,706	569
Investments	4	20,071	-	20,071	12,139
Other	5	525	-	525	57,048
Total		558,420	372,604	931,024	611,318
EXPENDITURE ON:					
Raising funds	6				
Direct fundraising costs		149,502	56,113	205,615	186,287
Indirect fundraising costs		43,906	-	43,906	14,696
Management and support		54,532	-	54,532	30,332
Charitable activities	6				
Aircraft operation and hire		224,064	-	224,064	138,294
Management and support		181,697	46,572	228,269	177,855
Total resources expended		653,701	102,685	756,386	547,464
Net income/(expenditure)		(95,281)	269,919	174,638	63,854
TRANSFERS					
Gross transfers between funds	15	22,500	(22,500)	-	-
Net movement in funds		(72,781)	247,419	174,638	63,854
RECONCILIATION OF FUNDS					
Total funds brought forward	15	551,917	802,579	1,354,496	1,290,642
Total funds carried forward	15	479,136	1,049,998	1,529,134	1,354,496

The charity has no recognised gains or losses other than those dealt with in the statement of financial activities.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

BALANCE SHEET AS AT 31 DECEMBER 2022

	Note	2022 £	2021 £
FIXED ASSETS			
Aircraft in construction and aircraft	10	337,171	206,890
Flight simulators	10	24,670	5,525
Property	10	53,649	70,011
Mobility equipment and other assets	10	7,145	8,931
Total fixed assets		422,635	291,357
CURRENT ASSETS			
Stocks for resale		5,166	5,166
Debtors	11	25,614	68,861
Loan	12	557,800	745,000
Cash at hand and in bank		571,184	287,415
Total current assets		1,159,764	1,106,442
CURRENT LIABILITIES			
Creditors: amounts falling due within one year	13	53,265	43,303
Net current assets/(liabilities)		1,106,499	1,063,139
Total net assets		1,529,134	1,354,496
THE FUNDS OF THE CHARITY			
Restricted funds	15	1,049,998	802,579
Unrestricted funds	15	479,136	551,917
Total charity funds		1,529,134	1,354,496

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The notes on pages 14 to 21 form part of these accounts.

Approved by the trustees and signed on their behalf.



Shona Bowman
Trustee

Date 22/09/2023

Aerobility
Company number: 08200768
Charity number: 1149629

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

STATEMENT OF CASH FLOWS

	Note	£	2022	£	2021	£
Net cash flow from operating activities (see below)				452,848		21,709
Cash flow from investing activities						
Payments to acquire tangible fixed assets	10	(189,150)		(14,633)		
Proceeds on sale of tangible fixed assets (net of commission)		-		47,530		
Proceeds on sale of investments		-		-		
Interest received		20,071		12,139		
Net cash flow from investing activities				(169,079)		45,036
Net increase/(decrease) in cash and cash equivalents				283,769		66,745
Cash and cash equivalents at 1 January				287,415		220,670
Cash and cash equivalents at 31 December				<u>571,184</u>		<u>287,415</u>
Cash and cash equivalents consist of:						
Cash at bank and in hand				571,184		287,415
Cash and cash equivalents at 31 December				<u>571,184</u>		<u>287,415</u>

Reconciliation of net income to net cash flow from operating activities

		£	2022	£	2021	£
Net income for the year				174,638		63,854
Adjusted for:						
Interest receivable		(20,071)		(12,139)		
Depreciation and impairment of tangible fixed assets	10	57,872		39,287		
Loss/(profit) on the sale of tangible fixed assets		-		(38,987)		
Decrease/(increase) in stocks		-		-		
Decrease/(increase) in debtors		43,247		(11,110)		
Decrease/(increase) in loans receivable		187,200		-		
Increase/(decrease) in creditors		9,962		(19,196)		
				278,210		(42,145)
				<u>452,848</u>		<u>21,709</u>

Analysis of changes in net debt

	2022	2021
	Cash and cash equivalents	Cash and cash equivalents
	£	£
Total net debt brought forward	287,415	220,670
Cash flows	283,769	66,745
Total net debt carried forward	<u>571,184</u>	<u>287,415</u>

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

ACCOUNTING POLICIES

GENERAL INFORMATION, SCOPE AND BASIS OF THE FINANCIAL STATEMENTS

Aerobility is an incorporated charity, limited by guarantee, incorporated in England with the company number 08200768. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity. The address of the registered office is given in the charity information page of these financial statements. The nature of the charity's operations and principal activities are outlined in the trustees' report.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

INCOME RECOGNITION

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Gifts in kind donated for resale are included at fair value, being the expected proceeds from sale less the expected costs of sale. Where estimating the fair value is practicable upon receipt it is recognised in stock and 'Income from other trading activities'. Upon sale, the value of the stock is charged against 'Income from other trading activities' and the proceeds are recognised as 'Income from other trading activities'.

The charity received government grants in respect of the Coronavirus Job Retention Scheme and project funding. Income from government and other grants are recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

Investment income in the form of bank interest is recognised as the charity's right to receive payment is established.

EXPENDITURE RECOGNITION

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Management and support costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative payroll costs. Staff costs have been allocated between costs of raising funds, charitable activities and governance costs on the basis of time spent by staff. Support costs cannot be directly attributed to particular headings and have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of the resources. Support costs have been allocated between costs of raising funds and charitable activities on the best estimate of the use of those resources.

Staff costs together with CEO expenses are apportioned according to time spent on each activity.

Other general expenses are allocated according to an estimate of the proportion of resources expended.

EMPLOYEE BENEFITS

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

ACCOUNTING POLICIES

TAXATION

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

TANGIBLE FIXED ASSETS

Fixed assets are stated at cost and depreciation is provided at rates calculated to write-off the cost of each asset over its useful economic life, less any estimated residual value as follows:

Property	10% straight line
Aircraft in construction	None in the period of construction
Aircraft	15% of net book value
Mobility Equipment	20% of net book value
Other items	20% of net book value

Where fixed assets were received as part of the net assets transfer from the British Disabled Flying Association on 1 January 2013, The assets were recorded as additions at net book value. Depreciation rates have remained unchanged following this transfer to write of the remaining cost of the assets over their useful economic lives.

The Charity owns specially adapted light aircraft and mobility aids to assist users of the aircraft and the depreciation charge for these assets are allocated as a charitable expense.

Items of capital equipment are capitalised where the purchase price exceeds £1,000

STOCKS FOR RESEALE

Stocks are stated at the lower of cost and estimated selling price less costs to sell. Cost is calculated using the first-in, first-out formula. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

DEBTORS AND CREDITORS RECEIVABLE/PAYABLE WITHIN ONE YEAR

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

FUND ACCOUNTING

Restricted funds

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the note 15 of these financial statements.

Unrestricted funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

GOING CONCERN

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTES TO THE FINANCIAL STATEMENTS

1. Income from donations and legacies

	Unrestricted Funds £	Restricted Funds £	2022 Total Funds £	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £
Donations	20,383	10	20,393	18,978	3,644	22,622
Gift Aid reclaimed	553	-	553	492	-	492
Legacies	500	1,500	2,000	-	-	-
Trust and corporate donations	145,736	340,694	486,430	94,901	35,796	130,697
Sponsorship	26,120	12,380	38,500	31,282	-	31,282
Regular giving	12,607	-	12,607	17,438	-	17,438
	<u>205,899</u>	<u>354,584</u>	<u>560,483</u>	<u>163,091</u>	<u>39,440</u>	<u>202,531</u>

2. Income from other trading activities

	Unrestricted Funds £	Restricted Funds £	2022 Total Funds £	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £
Aviators' Ball	160,897	-	160,897	187,308	-	187,308
Sponsored participation	58,686	-	58,686	39,415	-	39,415
Raffles	1,243	-	1,243	13,151	-	13,151
Merchandise	1,883	-	1,883	2,509	-	2,509
Other fundraising income	6,767	13,020	19,787	23,953	-	23,953
Sales of airplane parts	-	-	-	-	-	-
	<u>229,476</u>	<u>13,020</u>	<u>242,496</u>	<u>266,336</u>	<u>-</u>	<u>266,336</u>

3. Income from charitable activities

	Unrestricted Funds £	Restricted Funds £	2022 Total Funds £	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £
Flight payments	100,743	-	100,743	73,492	(797)	72,695
	<u>100,743</u>	<u>-</u>	<u>100,743</u>	<u>73,492</u>	<u>(797)</u>	<u>72,695</u>
Other contracted services	1,706	5,000	6,706	569	-	569
	<u>1,706</u>	<u>5,000</u>	<u>6,706</u>	<u>569</u>	<u>-</u>	<u>569</u>
	<u>102,449</u>	<u>5,000</u>	<u>107,449</u>	<u>74,061</u>	<u>(797)</u>	<u>73,264</u>

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTES TO THE FINANCIAL STATEMENTS

4. Income from investments

	Unrestricted Funds £	Restricted Funds £	2022 Total Funds £	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £
Bank interest received	1,485	-	1,485	23	-	23
Loan interest	18,586	-	18,586	12,116	-	12,116
	<u>20,071</u>	<u>-</u>	<u>20,071</u>	<u>12,139</u>	<u>-</u>	<u>12,139</u>

5. Other income

	Unrestricted Funds £	Restricted Funds £	2022 Total Funds £	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £
Other income	525	-	525	-	-	-
Gain on sale of fixed assets	-	-	-	38,987	-	38,987
COVID-19 grants	-	-	-	18,061	-	18,061
	<u>525</u>	<u>-</u>	<u>525</u>	<u>57,048</u>	<u>-</u>	<u>57,048</u>

6. Analysis of expenditure

	Raising funds £	Charitable activities £	2022 Total Funds £	Raising funds £	Charitable activities £	2021 Total Funds £
Direct fundraising expenditure	203,776	-	203,776	186,260	-	186,260
Merchandise cost	1,839	-	1,839	27	-	27
Cost of aircraft and parts sold	-	-	-	-	-	-
Indirect fundraising costs	42,785	-	42,785	13,675	-	13,675
Credit card collection fees	1,121	-	1,121	1,021	-	1,021
Aircraft operating and hire	-	183,331	183,331	-	107,758	107,758
Aircraft depreciation charge	-	40,733	40,733	-	30,536	30,536
Resources expended	<u>249,521</u>	<u>224,064</u>	<u>473,585</u>	<u>200,983</u>	<u>138,294</u>	<u>339,277</u>
CEO remuneration	17,171	40,066	57,237	13,289	31,007	44,296
Operations director	-	-	-	-	37,181	37,181
Aviation Activities Officer	-	24,990	24,990	-	13,740	13,740
Virtual Services Manager	-	13,724	13,724	-	-	-
WIS manager	-	-	-	-	5,428	5,428
Office and financial administration	-	52,097	52,097	-	29,105	29,105
Employer's national insurance	2,978	6,948	9,926	2,549	5,949	8,498
Employer's pension	2,291	5,346	7,637	1,619	3,778	5,397
Premises costs	5,099	20,399	25,498	4,213	16,851	21,064
Building depreciation	3,272	13,090	16,362	1,556	6,223	7,779
General office expenses	7,185	32,703	39,888	5,597	22,310	27,907
Depreciation	156	622	778	194	778	972
Motor and travel expenses	1,488	5,251	6,739	623	4,016	4,639
Auditor and examiner fees	1,477	2,953	4,430	640	1,280	1,920
Other governance costs	13,415	10,080	23,495	52	209	261
Total support costs	<u>54,532</u>	<u>228,269</u>	<u>282,801</u>	<u>30,332</u>	<u>177,855</u>	<u>208,187</u>
Total resources expended	<u>304,053</u>	<u>452,333</u>	<u>756,386</u>	<u>231,315</u>	<u>316,149</u>	<u>547,464</u>
Restricted funds	56,113	46,572	102,685	-	2,646	2,646
Unrestricted funds	<u>247,940</u>	<u>405,761</u>	<u>653,701</u>	<u>231,315</u>	<u>313,503</u>	<u>544,818</u>
	<u>304,053</u>	<u>452,333</u>	<u>756,386</u>	<u>231,315</u>	<u>316,149</u>	<u>547,464</u>

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTES TO THE FINANCIAL STATEMENTS

7. Independent auditor's and examiner's fees

	Unrestricted Funds £	Restricted Funds £	2022 Total Funds £	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £
Audit	4,750	-	4,750	-	-	-
Examination	(320)	-	(320)	1,920	-	1,920
Other services	480	-	480	936	-	936

8. Wages and salary cost

	2022 Total Funds £	2021 Total Funds £
Gross wages	276,019	195,024
Employer's national insurance costs	23,073	13,067
Employer's pension contributions	7,636	5,570
	<u>306,728</u>	<u>213,661</u>
	2022	2021
Staff numbers:		
Average head count - administration of charitable activities	<u>11</u>	<u>10</u>
Analysed as:		
Part time	1	1
Full time	<u>10</u>	<u>9</u>
	<u>11</u>	<u>10</u>

During the year under review no employees (2021: no employees) received employee benefits (excluding employer pension costs) above £60,000.

During the year under review 1 (2021: 1) member of the charity's staff, identified as key management personnel, received employee benefits (inclusive of salary, social security and pension contributions) totalling £59,526 (2021: £46,133). In the comparative year expenses of £nil were reimbursed to key management personal in the performance of their duties.

Aerobility operates a defined contribution pension scheme for its employees. Contributions to the scheme in the year amounted to £7,636 (2021: £5,570) with £2,157 (2021: £1,489) payable at the balance sheet date.

9. Related party transactions

None of the trustees received any remuneration during the period under review. No trustees were reimbursed expenses during the period under review.

There were no other related party transactions requiring disclosure in these financial statements.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTES TO THE FINANCIAL STATEMENTS

10. Tangible assets

	Aircraft in construction and aircraft £	Flight simulators £	Property £	Mobility equipment £	Other equipment £	Total £
Cost						
Brought forward	387,164	10,790	163,615	16,721	17,317	595,607
Additions	166,650	22,500	-	-	-	189,150
Disposals	-	-	-	-	-	-
	<u>553,814</u>	<u>33,290</u>	<u>163,615</u>	<u>16,721</u>	<u>17,317</u>	<u>784,757</u>
Depreciation						
Accumulated brought forward	180,274	5,265	93,604	11,676	13,431	304,250
Charge	36,369	3,355	16,362	1,009	777	57,872
On disposals	-	-	-	-	-	-
	<u>216,643</u>	<u>8,620</u>	<u>109,966</u>	<u>12,685</u>	<u>14,208</u>	<u>362,122</u>
Net book value carried forward	<u>337,171</u>	<u>24,670</u>	<u>53,649</u>	<u>4,036</u>	<u>3,109</u>	<u>422,635</u>
Net book value brought forward	<u>206,890</u>	<u>5,525</u>	<u>70,011</u>	<u>5,045</u>	<u>3,886</u>	<u>291,357</u>

11. Debtors

	2022 Total Funds £	2021 Total Funds £
Trade debtors	10,024	68,801
Prepayments	-	-
Other debtors	15,590	60
	<u>25,614</u>	<u>68,861</u>

12. Loan

	2022 Total Funds £	2021 Total Funds £
Loan	557,800	745,000
	<u>557,800</u>	<u>745,000</u>

The charity has provided a loan to Aerobility Holdings CIC with an interest rate of 1.5% over the Bank of England base rate. The loan is repayable on the written demand of the charity and secured by debenture issued by the borrower.

This loan has been provided to Aerobility Holdings CIC as the project manager of Project Able which will deliver 4 Vigilant glider aircraft for the charity's use and further glider aircraft for resale to the general public with surpluses arising being passed to the charity to support the furthering of its objects.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTES TO THE FINANCIAL STATEMENTS

13. Creditors: amounts falling due within one year

	2022 Total Funds £	2021 Total Funds £
Trade creditors	19,096	4,982
Other creditors	2,157	1,487
Accruals	4,751	2,920
Deferred income (see below)	14,941	27,676
Other taxation and social security	12,320	6,238
	<u>53,265</u>	<u>43,303</u>

Deferred income

	Brought forward £	Released in year £	Deferred in year £	Carried forward £
NATS Management Support	25,000	(25,000)	-	-
Gift vouchers	1,676	-	288	1,964
VAT consultancy costs	1,000	(1,000)	-	-
Fundraising event income	-	-	12,977	12,977
	<u>27,676</u>	<u>(26,000)</u>	<u>13,265</u>	<u>14,941</u>

Income received in relation to future accounting periods, is deferred, and released to income in line with the specified timing of its use.

14. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	2022 Total Funds £	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £
Tangible fixed assets	422,635	-	422,635	291,357	-	291,357
Current assets	109,766	1,049,998	1,159,764	303,863	802,579	1,106,442
Current liabilities	(53,265)	-	(53,265)	(43,303)	-	(43,303)
	<u>479,136</u>	<u>1,049,998</u>	<u>1,529,134</u>	<u>551,917</u>	<u>802,579</u>	<u>1,354,496</u>

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTES TO THE FINANCIAL STATEMENTS

15. Analysis of net movement in funds

	Year ended 31 December 2022				Carried forward £
	Brought forward £	Incoming resources £	Outgoing resources £	Transfers £	
Restricted funds					
Junior Aspiring Pilot Programme	1,253	10,414	(2,540)	-	9,127
NATS management support	-	-	-	-	-
Build a dream	25,338	-	-	-	25,338
Scholarship fund	23,488	64,290	-	-	87,778
Aircraft spares fund	-	-	-	-	-
Project Able fund	745,000	-	-	-	745,000
Aviation Education Programme (AEP)	500	-	(106)	-	394
ISTAT Virtual Aerobility	7,000	-	(7,000)	-	-
DFT Virtual Aerobility	-	188,717	(93,039)	(22,500)	73,178
Equal Skies	-	109,183	-	-	109,183
Total restricted funds	802,579	372,604	(102,685)	(22,500)	1,049,998
Unrestricted funds					
Designated funds					
Fixed asset fund	291,357	-	-	131,277	422,634
	291,357	-	-	131,277	422,634
General funds	260,560	558,420	(653,701)	(108,777)	56,502
Total unrestricted funds	551,917	558,420	(653,701)	22,500	479,136
Total funds	1,354,496	931,024	(756,386)	-	1,529,134

	Year ended 31 December 2021				Carried forward £
	Brought forward £	Incoming resources £	Outgoing resources £	Transfers £	
Restricted funds					
Junior Aspiring Pilot Programme	937	6,892	(2,646)	(3,930)	1,253
NATS management support	-	-	-	-	-
Build a dream	22,193	3,145	-	-	25,338
Scholarship fund	16,126	21,106	-	(13,744)	23,488
Aircraft spares fund	-	-	-	-	-
Project Able fund	745,000	-	-	-	745,000
Aviation Education Programme (AEP)	-	500	-	-	500
ISTAT Virtual Aerobility	-	7,000	-	-	7,000
Total restricted funds	784,256	38,643	(2,646)	(17,674)	802,579
Unrestricted funds					
Designated funds					
Fixed asset fund	324,554	-	-	(33,197)	291,357
	324,554	-	-	(33,197)	291,357
General funds	181,832	572,675	(544,818)	50,871	260,560
Total unrestricted funds	506,386	572,675	(544,818)	17,674	551,917
Total funds	1,290,642	611,318	(547,464)	-	1,354,496

Description of restricted funds

Junior Aspiring Pilot Programme

Funds received from BBC Children in Need and Hart Rotary to provide aviation education to disabled young people.

NATS Management Support

Funds received to cover the cost of employing administrative management.

Build a dream

Funds donated for the construction of a self-build aircraft.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTES TO THE FINANCIAL STATEMENTS

Description of restricted funds continued

<i>Scholarship fund</i>	Funds received to support disabled fliers by subsidising the cost of flights, enabling those people awarded scholarships to fly with aerobility free of charge.
<i>Aircraft spares fund</i>	Funds received to acquire aircraft in need of repair and aircraft spares to be used as part of Project Able.
<i>Project Able fund</i>	Funds received to support the repair and bring into use Vigilant aircraft for the charity's use and for sale.
<i>Aviation Education Programme (AEP)</i>	Funds received to support our 2021/2022 programme for young disabled people with an interest in aviation
<i>ISTAT Virtual Aerobility</i>	Funds received in support of the development of our virtual activities for disabled people with an interest in aviation.
<i>DFT Virtual Aerobility</i>	Fund received to support the development of Virtual Aerobility Project which consists of three projects: Virtual Aviation Experience, Armchair Airshow, Inspire-Ability to be able to reach even more people, wherever they are.
<i>Equal Skies</i>	Fund received to support the Charter which aims to increase accessibility of the aviation industry, ensuring everyone has equal access to the employment, products and services it offers. We are working with partners across the industry to raise the level of understanding of what disability is and what accessibility means to their organisation.

Designated funds

<i>Fixed asset fund</i>	Funds received to purchase new assets for the charity.
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16. Financial instruments

The carrying amounts of the charity's financial instruments are as follows:

	2021 Total Funds £	2020 Total Funds £
<i>Financial assets</i>		
Debt instruments measured at amortised cost:		
Trade debtors (note 11)	10,024	68,801
	<u>10,024</u>	<u>68,801</u>
<i>Financial liabilities</i>		
Measured at amortised cost:		
Trade creditors (note 12)	19,096	4,982
	<u>19,096</u>	<u>4,982</u>

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

NOTES TO THE FINANCIAL STATEMENTS

17. Comparative statement of financial activities

	Note	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £
INCOME AND ENDOWMENTS FROM:				
Donations and legacies	1	163,091	39,440	202,531
Other trading activities	2			
Aviators' Ball		187,308	-	187,308
Other fundraising events		39,415	-	39,415
Other income		39,613	-	39,613
Charitable activities	3			
Flight payments		73,492	(797)	72,695
Contracted services		569	-	569
Investments	4	12,139	-	12,139
Other	5	57,048	-	57,048
Total		572,675	38,643	611,318
EXPENDITURE ON:				
Raising funds	6			
Direct fundraising costs		186,287	-	186,287
Indirect fundraising costs		14,696	-	14,696
Management and support		30,332	-	30,332
Charitable activities	6			
Aircraft operation and hire		138,294	-	138,294
Management and support		175,209	2,646	177,855
Total resources expended		544,818	2,646	547,464
Net income/(expenditure)		27,857	35,997	63,854
TRANSFERS				
Gross transfers between funds	15	17,674	(17,674)	-
Net movement in funds		45,531	18,323	63,854
RECONCILIATION OF FUNDS				
Total funds brought forward	15	506,386	784,256	1,290,642
Total funds carried forward	15	551,917	802,579	1,354,496

AEROBILITY

England & Wales - Charity number 1149629

Accounts

Aerobility

Trustees' Report
and Unaudited Financial Statements
for the year ended 31 December 2021

Registered Charity Number 1149629
Registered Company Number 08200768

AEROBILITY

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

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AEROBILITY

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

CHARITY INFORMATION

Trustees

Shona Bowman	Chairman
Jon Windover	Deputy Chairman
Emrys Harries	Secretary
Allister Bridger	
Mike Matthews	
Joel Rose	
Jamie Smith	
Neil Tucker	
Simon Warr	
Brian Wheeler	
Paul Winstanley	

Principal Office

Blackbushe Airport
Camberley
GU17 9LQ

Registered Office

Cawley Priory
South Pallant
Chichester
West Sussex
PO19 1SY

Registered Charity Number

1149629

Registered Company Number

08200768

Chief Executive

Mike Miller-Smith MBE

Independent Examiner

Geoffrey Frost
Blue Spire Limited
Cawley Priory
South Pallant
Chichester
West Sussex
PO19 1SY

Bankers

CAF Bank Limited
25 Kings Hill Avenue
West Malling
ME19 4JQ

AEROBILITY

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

REPORT OF THE TRUSTEES

The trustees hereby present their Annual Report for the purposes of the Charities Act 2011 and Sections 416 to 419 of the Companies Act 2006, together with the accounts for the year ended 31 December 2021. The trustees have adopted the provisions of the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard (FRS 102).

STRUCTURE GOVERNANCE AND MANAGEMENT

Aerobility is a charitable company limited by guarantee incorporated on 4 September 2012 (company number 08200768) and registered as a charity on 6 November 2012 (charity number 1149629). It is governed by its Articles of Association. The members of the Company are the Directors who are also Trustees under Charity law.

The Board meets regularly and provides the strategic direction and oversight of the charity.

Trustees are recruited by advertising in suitable media and by actively considering suitably qualified individuals who make a direct approach. New trustees are supplied with copies of the charity's governing and policy documents together with Charity Commission guidance, such as CC3 and CC8, and receive training as necessary.

Aerobility pay policy for key staff reflects experience, performance and regional variations. All salary increases are subject to approval by the Board of Trustees Remuneration Committee.

OBJECTIVES AND ACTIVITIES

The charity's objects are:

To promote and provide education, recreation and leisure time activities for disabled persons in particular by providing opportunities in aviation with the object of improving the conditions of life.

Aerobility offers disabled people, without exception, the opportunity to fly an aeroplane and participate in aviation-based activities. Aerobility removes barriers to aviation which as an activity offers disabled people a real sense of achievement and genuinely changes people's lives.

Aerobility's specially adapted aircraft fly from various airfields around the UK providing life changing experience flights and flight training. Aerobility aims to support a variety of aviation activities for disabled people and represents the needs of disabled people whatever their aviation aspirations. Participants range from disabled young people through to soldiers injured in service and elderly persons with disabling impairments. All disability types are catered for including physical disabilities, learning disabilities, sensory impairments and mental health issues.

"I recently had my first flying experience with Aerobility... For 30 minutes I was in the plane, controlling it – there was too much to think about to think about my own problems. I was so, so pleased with how it went – it offered total liberation from my brain injury and all the problems it causes on a daily basis. I want to thank Aerobility and everyone involved in making the day happen. I loved it."

Activities are designed and built by disabled people for disabled people, with disabled people and beneficiaries within key roles in the organisation. Through this, beneficiaries achieve:

- Improving self-esteem and stimulating achievement
- Knowledge expansion, well-being and enjoyment
- Removing physical and financial barriers and changing perceptions
- Leveraging ability, improved employability, new community access
- Inspiring people to live their life with new aspirations. "To fly"

Aerobility measures success by gathering metrics and output data such as participation levels and disability types accessing Aerobility services. Aerobility also records and utilises outcomes measures such as well-being and knowledge gained through participation – both directly from service users and also from those around them such as family members and caregivers. Together these measures are utilised for improving the quality of Aerobility services and to ensure aims and objectives are being met.

Using volunteers to assist with the delivery of services and with Charity administration is a key component of Aerobility structure. Flying instruction, fundraising event management, health and safety advice, and IT support are key roles delivered by over 75 volunteers.

The Trustees confirm that they have referred to the guidance on public benefit when reviewing the Charity's aims and objectives and when planning future activity. The Trustees confirm that they are satisfied that public benefit is at the heart of Aerobility's activities.

AEROBILITY

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

REPORT OF THE TRUSTEES

ACHIEVEMENTS AND PERFORMANCE

Charitable Activities

Aerobility's entire operation was significantly affected by the COVID-19 pandemic during 2021. We operated on a limited basis throughout the year, to ensure that our premises and practices were COVID-safe as far as possible. Group flying days and simulator sessions, for instance, were curtailed to maintain social distancing.

We resumed flying operations in April after the last lockdown with lots of checkouts to get our licence holders flying again and then as the year progressed we were very busy. We managed to do 730 hours and 612 flights.

Disabled accessible aircraft build – Build a Dream:

More time was lost on the project due to COVID restrictions but the BaD team of 6 committed volunteers continued to work throughout 2021 and commenced on the final stages of the build, including the disability modifications to the controls, the engine cowling, doors and windows.

Junior Aspiring Pilot Programme & Aviation Education Programme:

The Aviation Education Programme 2021/22 has seen the group size increase from 9 young people to 2 groups of 6. The smaller groups have reduced the volunteer workload and promoted 1-1 support during sessions which can only be a good thing. Aside from the normal syllabus, the group have enjoyed a trip to the FAST Museum in Farnborough and they are looking forward to further trips of merit.

The Junior Aspiring Pilots 2021/2022 Programme was equally positive. The group of 9 teenagers had a taste of what it's like to be within the airfield environment and really enjoyed testing their skills in the air.

Project Able

Started in 2020 with a £745,000 grant from the Department for Transport and individual donations of £36,000, the key targets for project Able (managed by Aerobility Holdings CIC) are:

- To take responsibility for 63 G109 Vigilant aircraft and associated spare parts and equipment received by the Aerobility Charity from the MOD.
- To refurbish to flying condition as many as possible/practical of these aircraft.
- To dispose of any aircraft not capable of being returned to flying condition in a socially acceptable way.
- To ensure that sufficient G109 Able aircraft are sold such that the project makes a positive return which can be paid back to the Aerobility Charity.
- To deliver to the Aerobility Charity a number of Able aircraft and where possible have been adapted for disabled flyer use.

Whilst the coronavirus pandemic has been a considerable challenge for the CIC and Project Able, the project has moved forward, albeit at a reduced pace. Grob Aircraft SE completed the refurbishment and engineering process permitting EASA certification for the aircraft and commenced the refurbishment of two aircraft. Marketing or promotional opportunities were limited.

Fundraising, Marketing and Communications

2021 saw the continued implementation of the strategy to focus on building our own fundraising events and activities i.e. Aviators Ball, Armchair Airshow, Wing Walk as well as working increasingly closely with our existing supporters to deepen and broaden relationships within the Aviation community.

The purpose being to drive financial resilience as well as prioritise team efforts on the areas of greatest likely success.

As a result of this focus, we have also greatly broadened and deepened our relations with many supporters such as NATS and London Biggin Hill Airport. The former undertaking a suite of new fundraising activities as well as providing increased operational support and the latter supporting Armchair Airshow and facilitating introductions to new supporters.

Another key area of focus has been the building of our advocacy work, representing the needs of those living with disability, into the aviation community. This has led to Aerobility leading the conversation on accessibility within the future flight arena, especially within the Urban Air Mobility, Advanced Air Mobility environments, as well as beginning to address the accessibility failings, the aviation community recognises it needs to work on.

We have also worked with the Vertical Flight Society to deliver a global student design competition, that will see aeronautical engineering students from around the world, focus their minds on designing an accessible eVTOL air taxi, for passengers with reduced mobility.

AEROBILITY

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

REPORT OF THE TRUSTEES

Organisation

Most staff other than the CEO, Business Administration Manager and the Fundraising Team, were on part-time furlough until September 2021, but all posts were retained and some of our team, including our core volunteer team of Receptionists, were able to return to work in the summer.

The Trustee Board continued to meet regularly via Zoom to determine the strategic direction of the charity and set performance objectives for the Chief Executive as well as providing the required governance.

Material Investments

£8,444 was invested during the year on the kit and parts for our 'Build a Dream' disabled aircraft build.

£3,925 was invested in a part-share of an accessible balloon basket, to enable Aerobility to offer accessible tethered balloon rides at future events.

FINANCIAL REVIEW

Incoming resources amounted to £611,318 (2020: £1,247,139) including restricted donations and designated funds, the outgoing resources were £547,464 (2020: £467,462) giving a surplus for the year of £63,854 (2020: £779,677), including depreciation costs.

Donations and legacy income amounted to £202,531 (2020: £985,690), £39,440 (2020: £854,887) of which was restricted income, with unrestricted income totalling £163,091 (2020: £130,803).

At the balance sheet date, the charity's funds amounted to £1,354,496 (2020: £1,290,642) inclusive of restricted funds of £802,579 (2020: £784,256) and a fixed asset fund of £291,357 (2020: £324,554).

Free reserves being unrestricted income funds exclusive of the net book value of fixed assets of £291,357 (2020: £324,554) amounted to £260,560 (2020: £181,832) at the year-end.

Risk management

The assessment and management of risk is a core principle at Aerobility.

An operational Safety Management System (SMS) which incorporates regular risk assessments of all aviation and charitable activities is embedded within daily procedures and includes a reporting procedure which is regularly reviewed by the charity safety team and trustees.

Robust policies and procedures provide the framework for all activities and include vulnerable adult and child protection, DBS checking and volunteer management.

Financial risk is minimised using agreed policies and procedures, and through the regular financial review by Trustees of monthly management accounts.

All levels of management, staff and volunteers are accountable for the delivery of our risk and safety performance, from the Trustees and Chief Executive downwards throughout the whole organisation.

PLANS FOR FUTURE PERIODS

Our focus on relationships within the Aviation Industry and Government has seen our best-ever financial performance and the securing of a Department for Transport Grant of £514,314 over three years, commencing 4th April 2022.

The purpose of this grant is to fund Virtual Aerobility, which will see the charity embed, pandemic-born Services as part of ongoing operations. This will enable the charity to support more people, more efficiently and more often, wherever they are. In turn, driving organisational resilience and protection from future national disruption. It will ensure we can support disabled aviators wherever they are, without need to come to Blackbushe or Tatenhill, removing another significant physical barrier to accessing aviation.

Our first GROB G109, re-certified through Project Able, will be joining our fleet at Blackbushe and we also hope to see our Zenair finally take to the air at the end of 2022.

AEROBILITY

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

REPORT OF THE TRUSTEES

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also directors of Aerobility for the purposes of company law) are responsible for preparing the Report of the Trustees and the 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 of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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 Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant information of which the charitable company's examiner is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant information and to establish that the examiner is aware of that information.

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.

APPOINTMENT OF INDEPENDENT EXAMINER

The charity was below the audit threshold for the year under review and appointed Geoffrey Frost of Blue Spire Limited as independent examiner.

This report has been prepared having taking advantage of the small companies' exemption in the Companies Act 2006.

Approved by the trustees and signed on their behalf.


Shona Bowman
Chairman

Date

06/07/2022

AEROBILITY

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

INDEPENDENT EXAMINER'S REPORT

Independent Examiner's Report to the Trustees of Aerobility

I report to the charity trustees on my examination of the accounts of the company for the year ended 31 December 2021 which are set out on pages 7 to 19.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act'). Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

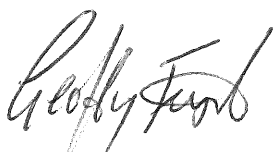
Independent examiner's statement

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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

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

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



Geoffrey Frost BSc(Hons) FCA

Date

22/7/2022

Cawley Priory
South Pallant
Chichester
West Sussex
PO19 7UY

AEROBILITY

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

	Note	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	2020 Total Funds £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	1	163,091	39,440	202,531	985,690
Other trading activities	2				
Aviators' Ball		187,308	-	187,308	52,552
Other fundraising events		39,415	-	39,415	34,656
Other income		39,613	-	39,613	80,551
Charitable activities	3				
Flight payments		73,492	(797)	72,695	48,610
Contracted services		569	-	569	975
Investments	4	12,139	-	12,139	9,040
Other	5	57,048	-	57,048	35,065
Total		572,675	38,643	611,318	1,247,139
EXPENDITURE ON:					
Raising funds	6				
Direct fundraising costs		186,287	-	186,287	92,498
Indirect fundraising costs		14,696	-	14,696	56,615
Management and support		30,332	-	30,332	27,959
Charitable activities	6				
Aircraft operation and hire		138,294	-	138,294	115,478
Management and support		175,209	2,646	177,855	174,912
Total resources expended		544,818	2,646	547,464	467,462
Net income/(expenditure)		27,857	35,997	63,854	779,677
TRANSFERS					
Gross transfers between funds	15	17,674	(17,674)	-	-
Net movement in funds		45,531	18,323	63,854	779,677
RECONCILIATION OF FUNDS					
Total funds brought forward	15	506,386	784,256	1,290,642	510,965
Total funds carried forward	15	551,917	802,579	1,354,496	1,290,642

The charity has no recognised gains or losses other than those dealt with in the statement of financial activities.

AEROBILITY

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

BALANCE SHEET AS AT 31 DECEMBER 2021

	Note	2021		2020	
		£	£	£	£
FIXED ASSETS					
Aircraft in construction and aircraft	10	206,890		231,526	
Flight simulators	10	5,525		6,906	
Property	10	70,011		77,790	
Mobility equipment and other assets	10	8,931		8,332	
Total fixed assets			291,357		324,554
CURRENT ASSETS					
Stocks for resale		5,166		5,166	
Debtors	11	68,861		57,751	
Loan	12	745,000		745,000	
Cash at hand and in bank		287,415		220,670	
Total current assets		1,106,442		1,028,587	
CURRENT LIABILITIES					
Creditors: amounts falling due within one year	13	43,303		62,499	
Net current assets/(liabilities)			1,063,139		966,088
Total net assets			<u>1,354,496</u>		<u>1,290,642</u>
THE FUNDS OF THE CHARITY					
Restricted funds	15		802,579		784,256
Unrestricted funds	15		551,917		506,386
Total charity funds			<u>1,354,496</u>		<u>1,290,642</u>

For the year ending 31 December 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The notes on pages 12 to 19 form part of these accounts.

Approved by the trustees and signed on their behalf.



Shona Bowman
Trustee

Date

06/07/2022

Aerobility

Company number: 08200768

Charity number: 1149629

AEROBILITY

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

STATEMENT OF CASH FLOWS

		2021		2020	
	Note	£	£	£	£
Net cash flow from operating activities (see below)			21,709		84,008
Cash flow from investing activities					
Payments to acquire tangible fixed assets	10	(14,633)		(11,557)	
Proceeds on sale of tangible fixed assets (net of commission)		47,530		3,925	
Proceeds on sale of investments		-		-	
Interest received		12,139		9,040	
Net cash flow from investing activities			45,036		1,408
Net increase/(decrease) in cash and cash equivalents			66,745		85,416
Cash and cash equivalents at 1 January 2021			220,670		135,254
Cash and cash equivalents at 31 December 2021			<u>287,415</u>		<u>220,670</u>
Cash and cash equivalents consist of:					
Cash at bank and in hand			287,415		220,670
Cash and cash equivalents at 31 December 2021			<u>287,415</u>		<u>220,670</u>
Reconciliation of net income to net cash flow from operating activities					
		£	£	£	£
Net income for the year			63,854		779,677
Adjusted for:					
Interest receivable		(12,139)		(9,040)	
Depreciation and impairment of tangible fixed assets	10	39,287		46,753	
Loss/(profit) on the sale of tangible fixed assets		(38,987)		(721)	
Decrease/(increase) in stocks		-		1,292	
Decrease/(increase) in debtors		(11,110)		21,578	
Decrease/(increase) in loans receivable		-		(745,000)	
Increase/(decrease) in creditors		(19,196)		(10,531)	
			(42,145)		(695,669)
			<u>21,709</u>		<u>84,008</u>
Analysis of changes in net debt					
			2021		2020
			Cash and cash equivalents		Cash and cash equivalents
			£		£
Total net debt brought forward			220,670		135,254
Cash flows			66,745		85,416
Total net debt carried forward			<u>287,415</u>		<u>220,670</u>

AEROBILITY

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

ACCOUNTING POLICIES

GENERAL INFORMATION, SCOPE AND BASIS OF THE FINANCIAL STATEMENTS

Aerobility is an incorporated charity, limited by guarantee, incorporated in England with the company number 08200768. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity. The address of the registered office is given in the charity information page of these financial statements. The nature of the charity's operations and principal activities are outlined in the trustees' report.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

INCOME RECOGNITION

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Gifts in kind donated for resale are included at fair value, being the expected proceeds from sale less the expected costs of sale. Where estimating the fair value is practicable upon receipt it is recognised in stock and 'Income from other trading activities'. Upon sale, the value of the stock is charged against 'Income from other trading activities' and the proceeds are recognised as 'Income from other trading activities'.

The charity received government grants in respect of the Coronavirus Job Retention Scheme and project funding. Income from government and other grants are recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

Investment income in the form of bank interest is recognised as the charity's right to receive payment is established.

EXPENDITURE RECOGNITION

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Management and support costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative payroll costs. Staff costs have been allocated between costs of raising funds, charitable activities and governance costs on the basis of time spent by staff. Support costs cannot be directly attributed to particular headings and have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of the resources. Support costs have been allocated between costs of raising funds and charitable activities on the best estimate of the use of those resources.

Staff costs together with CEO expenses are apportioned according to time spent on each activity.

Other general expenses are allocated according to an estimate of the proportion of resources expended.

VAT

The charity is not registered for VAT and cannot recover VAT incurred on costs. These are therefore stated inclusive of any VAT element.

Where VAT is recoverable on the purchase of supplies and equipment, it is included within other income in the Statement of Financial Activities.

AEROBILITY

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

ACCOUNTING POLICIES

EMPLOYEE BENEFITS

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

TAXATION

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

TANGIBLE FIXED ASSETS

Fixed assets are stated at cost and depreciation is provided at rates calculated to write-off the cost of each asset over its useful economic life, less any estimated residual value as follows:

Property	10% straight line
Aircraft in construction	None in the period of construction
Aircraft	15% of net book value
Mobility Equipment	20% of net book value
Other items	20% of net book value

Where fixed assets were received as part of the net assets transfer from the British Disabled Flying Association on 1 January 2013, The assets were recorded as additions at net book value. Depreciation rates have remained unchanged following this transfer to write off the remaining cost of the assets over their useful economic lives.

The Charity owns specially adapted light aircraft and mobility aids to assist users of the aircraft and the depreciation charge for these assets are allocated as a charitable expense.

Items of capital equipment are capitalised where the purchase price exceeds £1,000

STOCKS FOR RESEALE

Stocks are stated at the lower of cost and estimated selling price less costs to sell. Cost is calculated using the first-in, first-out formula. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

DEBTORS AND CREDITORS RECEIVABLE/PAYABLE WITHIN ONE YEAR

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

FUND ACCOUNTING

Restricted funds

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the note 15 of these financial statements.

Unrestricted funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

GOING CONCERN

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

AEROBILITY

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

NOTES TO THE FINANCIAL STATEMENTS

1. Income from donations and legacies

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £
Donations	18,978	3,644	22,622	20,764	2,037	22,801
Gift Aid reclaimed	492	-	492	883	-	883
Legacies	-	-	-	5,000	-	5,000
Trust and corporate donations	94,901	35,796	130,697	68,527	107,850	176,377
Government grants	-	-	-	-	745,000	745,000
Sponsorship	31,282	-	31,282	19,250	-	19,250
Regular giving	17,438	-	17,438	16,379	-	16,379
	<u>163,091</u>	<u>39,440</u>	<u>202,531</u>	<u>130,803</u>	<u>854,887</u>	<u>985,690</u>

2. Income from other trading activities

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £
Aviators' Ball	187,308	-	187,308	52,552	-	52,552
Sponsored participation	39,415	-	39,415	34,656	-	34,656
Raffles	13,151	-	13,151	3,168	-	3,168
Merchandise	2,509	-	2,509	892	-	892
Other fundraising income	23,953	-	23,953	39,746	-	39,746
Management services income	-	-	-	745	-	745
Sales of airplane parts	-	-	-	36,000	-	36,000
	<u>266,336</u>	<u>-</u>	<u>266,336</u>	<u>131,014</u>	<u>-</u>	<u>131,014</u>

3. Income from charitable activities

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £
Flight payments	73,492	(797)	72,695	48,610	-	48,610
	<u>73,492</u>	<u>(797)</u>	<u>72,695</u>	<u>48,610</u>	<u>-</u>	<u>48,610</u>
Other contracted services	569	-	569	975	-	975
	<u>569</u>	<u>-</u>	<u>569</u>	<u>975</u>	<u>-</u>	<u>975</u>
	<u>74,061</u>	<u>(797)</u>	<u>73,264</u>	<u>49,585</u>	<u>-</u>	<u>49,585</u>

AEROBILITY

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

NOTES TO THE FINANCIAL STATEMENTS

4. Income from investments

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £
Bank interest received	23	-	23	176	-	176
Loan interest	12,116	-	12,116	8,864	-	8,864
	<u>12,139</u>	<u>-</u>	<u>12,139</u>	<u>9,040</u>	<u>-</u>	<u>9,040</u>

5. Other income

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £
Gain on sale of fixed assets	38,987	-	38,987	721	-	721
COVID-19 grants	18,061	-	18,061	34,344	-	34,344
	<u>57,048</u>	<u>-</u>	<u>57,048</u>	<u>35,065</u>	<u>-</u>	<u>35,065</u>

6. Analysis of expenditure

	Raising funds £	Charitable activities £	2021 Total Funds £	Raising funds £	Charitable activities £	2020 Total Funds £
Direct fundraising expenditure	186,260	-	186,260	90,699	-	90,699
Merchandise cost	27	-	27	1,799	-	1,799
Cost of aircraft and parts sold	-	-	-	36,000	-	36,000
Indirect fundraising costs	13,675	-	13,675	20,065	-	20,065
Credit card collection fees	1,021	-	1,021	550	-	550
Aircraft operating and hire	-	107,758	107,758	-	78,583	78,583
Aircraft depreciation charge	-	30,536	30,536	-	36,895	36,895
Resources expended	<u>200,983</u>	<u>138,294</u>	<u>339,277</u>	<u>149,113</u>	<u>115,478</u>	<u>264,591</u>
CEO remuneration	13,289	31,007	44,296	10,093	23,551	33,644
Operations director	-	37,181	37,181	-	33,066	33,066
Aviation Activities Officer	-	13,740	13,740	-	11,136	11,136
WIS manager	-	5,428	5,428	-	16,910	16,910
Office and financial administration	-	29,105	29,105	-	30,191	30,191
Employer's national insurance	2,549	5,949	8,498	1,462	3,410	4,872
Employer's pension	1,619	3,778	5,397	1,212	2,829	4,041
Premises costs	4,213	16,851	21,064	4,245	16,988	21,233
Building depreciation	1,556	6,223	7,779	1,729	6,914	8,643
General office expenses	5,597	22,310	27,907	6,723	22,752	29,475
Depreciation	194	778	972	243	972	1,215
Motor and travel expenses	623	4,016	4,639	592	2,873	3,465
Auditor and examiner fees	640	1,280	1,920	1,660	3,320	4,980
Other governance costs	52	209	261	-	-	-
Total support costs	<u>30,332</u>	<u>177,855</u>	<u>208,187</u>	<u>27,959</u>	<u>174,912</u>	<u>202,871</u>
Total resources expended	<u>231,315</u>	<u>316,149</u>	<u>547,464</u>	<u>177,072</u>	<u>290,390</u>	<u>467,462</u>
Restricted funds	-	2,646	2,646	36,000	54,500	90,500
Unrestricted funds	<u>231,315</u>	<u>313,503</u>	<u>544,818</u>	<u>141,072</u>	<u>235,890</u>	<u>376,962</u>
	<u>231,315</u>	<u>316,149</u>	<u>547,464</u>	<u>177,072</u>	<u>290,390</u>	<u>467,462</u>

AEROBILITY

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

NOTES TO THE FINANCIAL STATEMENTS

7. Independent auditor's and examiner's fees

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £
Audit	-	-	-	4,980	-	4,980
Examination	1,920	-	1,920	-	-	-
Other services	936	-	936	1,104	-	1,104

8. Wages and salary cost

	2021 Total Funds £	2020 Total Funds £
Gross wages	195,024	174,249
Employer's national insurance costs	13,067	7,870
Employer's pension contributions	5,570	4,679
	<u>213,661</u>	<u>186,798</u>

	2021	2020
Staff numbers:		
Average head count - administration of charitable activities	<u>10</u>	<u>10</u>
Analysed as:		
Part time	9	9
Full time	<u>1</u>	<u>1</u>
	<u>10</u>	<u>10</u>

During the year under review no employees (2020: no employees) received employee benefits (excluding employer pension costs) above £60,000.

During the year under review 1 (2020: 1) member of the charity's staff, identified as key management personnel, received employee benefits (inclusive of salary, social security and pension contributions) totalling £51,850 (2020: £39,062). In the comparative year expenses of £431 were reimbursed to key management personal in the performance of their duties.

Aerobility operates a defined contribution pension scheme for its employees. Contributions to the scheme in the year amounted to £5,570 (2020: £4,679) with £1,489 (2020: £nil) payable at the balance sheet date

9. Related party transactions

None of the trustees received any remuneration during the period under review. No trustees were reimbursed expenses during the period under review.

There were no other related party transactions requiring disclosure in these financial statements.

AEROBILITY

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

NOTES TO THE FINANCIAL STATEMENTS

10. Tangible assets

	Aircraft in construction and aircraft £	Flight simulators £	Property £	Mobility equipment £	Other equipment £	Total £
Cost						
Brought forward	398,601	10,790	163,615	14,455	17,317	604,778
Additions	12,367	-	-	2,266	-	14,633
Disposals	(23,804)	-	-	-	-	(23,804)
	<u>387,164</u>	<u>10,790</u>	<u>163,615</u>	<u>16,721</u>	<u>17,317</u>	<u>595,607</u>
Depreciation						
Accumulated brought forward	167,075	3,884	85,825	10,981	12,459	280,224
Charge	28,460	1,381	7,779	695	972	39,287
On disposals	(15,261)	-	-	-	-	(15,261)
	<u>180,274</u>	<u>5,265</u>	<u>93,604</u>	<u>11,676</u>	<u>13,431</u>	<u>304,250</u>
Net book value carried forward	<u>206,890</u>	<u>5,525</u>	<u>70,011</u>	<u>5,045</u>	<u>3,886</u>	<u>291,357</u>
Net book value brought forward	<u>231,526</u>	<u>6,906</u>	<u>77,790</u>	<u>3,474</u>	<u>4,858</u>	<u>324,554</u>

11. Debtors

	2021 Total Funds £	2020 Total Funds £
Trade debtors	68,801	47,425
Prepayments	-	10,313
Other debtors	60	13
	<u>68,861</u>	<u>57,751</u>

12. Loan

	2021 Total Funds £	2020 Total Funds £
Loan	745,000	745,000
	<u>745,000</u>	<u>745,000</u>

The charity has provided a loan to Aerobility Holdings CIC with an interest rate of 1.5% over the Bank of England base rate. The loan is repayable on the written demand of the charity and secured by debenture issued by the borrower.

This loan has been provided to Aerobility Holdings CIC as the project manager of Project Able which will deliver 4 Vigilant glider aircraft for the charity's use and further glider aircraft for resale to the general public with surpluses arising being passed to the charity to support the furthering of its objects.

AEROBILITY

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

NOTES TO THE FINANCIAL STATEMENTS

13. Creditors: amounts falling due within one year

	2021 Total Funds £	2020 Total Funds £
Trade creditors	4,982	10,017
Other creditors	1,487	27
Accruals	2,920	9,824
Deferred income (see below)	27,676	37,629
Other taxation and social security	6,238	5,002
	<u>43,303</u>	<u>62,499</u>

Deferred income

	Brought forward £	Released in year £	Deferred in year £	Carried forward £
ISTAT	4,744	(4,744)	-	-
Boeing scholarship	11,544	(11,544)	-	-
NATS Management Support	17,784	(17,784)	25,000	25,000
Gift vouchers	3,557	(1,881)	-	1,676
VAT consultancy costs	-	-	1,000	1,000
	<u>37,629</u>	<u>(35,953)</u>	<u>26,000</u>	<u>27,676</u>

Income received in relation to future accounting periods, is deferred, and released to income in line with the specified timing of its use.

14. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £
Tangible fixed assets	291,357	-	291,357	324,554	-	324,554
Current assets	303,863	802,579	1,106,442	244,331	784,256	1,028,587
Current liabilities	(43,303)	-	(43,303)	(62,499)	-	(62,499)
	<u>551,917</u>	<u>802,579</u>	<u>1,354,496</u>	<u>506,386</u>	<u>784,256</u>	<u>1,290,642</u>

AEROBILITY

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

NOTES TO THE FINANCIAL STATEMENTS

15. Analysis of net movement in funds

Year ended 31 December 2021					
	Brought forward £	Incoming resources £	Outgoing resources £	Transfers £	Carried forward £
Restricted funds					
Junior Aspiring Pilot Programme	937	6,892	(2,646)	(3,930)	1,253
NATS management support	-	-	-	-	-
Build a dream	22,193	3,145	-	-	25,338
Scholarship fund	16,126	21,106	-	(13,744)	23,488
Aircraft spares fund	-	-	-	-	-
Project Able fund	745,000	-	-	-	745,000
Aviation Education Programme (AEP)	-	500	-	-	500
ISTAT Virtual Aerobility	-	7,000	-	-	7,000
Total restricted funds	784,256	38,643	(2,646)	(17,674)	802,579
Unrestricted funds					
Designated funds					
Fixed asset fund	324,554	-	-	(33,197)	291,357
	324,554	-	-	(33,197)	291,357
General funds	181,832	572,675	(544,818)	50,871	260,560
Total unrestricted funds	506,386	572,675	(544,818)	17,674	551,917
Total funds	1,290,642	611,318	(547,464)	-	1,354,496
Year ended 31 December 2020					
	Brought forward £	Incoming resources £	Outgoing resources £	Transfers £	Carried forward £
Restricted funds					
Junior Aspiring Pilot Programme	6,906	7,850	-	(13,819)	937
NATS management support	-	54,500	(54,500)	-	-
Build a dream	20,156	2,037	-	-	22,193
Scholarship fund	10,053	9,500	-	(3,427)	16,126
Aircraft spares fund	-	36,000	(36,000)	-	-
Project Able fund	-	745,000	-	-	745,000
Total restricted funds	37,115	854,887	(90,500)	(17,246)	784,256
Unrestricted funds					
Designated funds					
Fixed asset fund	362,954	-	-	(38,400)	324,554
	362,954	-	-	(38,400)	324,554
General funds	110,896	392,252	(376,962)	55,646	181,832
Total unrestricted funds	473,850	392,252	(376,962)	17,246	506,386
Total funds	510,965	1,247,139	(467,462)	-	1,290,642

Description of restricted funds

Junior Aspiring Pilot Programme

Funds received from BBC Children in Need and Hart Rotary to provide aviation education to disabled young people.

NATS Management Support

Funds received to cover the cost of employing administrative management.

Build a dream

Funds donated for the construction of a self-build aircraft.

Scholarship fund

Funds received to support disabled fliers by subsidising the cost of flights, enabling those people awarded scholarships to fly with aerobility free of charge.

Aircraft spares fund

Funds received to acquire aircraft in need of repair and aircraft spares to be used as part of Project Able.

AEROBILITY

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

NOTES TO THE FINANCIAL STATEMENTS

Description of restricted funds continued

<i>Project Able fund</i>	Funds received to support the repair and bring into use Vigilant aircraft for the charity's use and for sale.
<i>Aviation Education Programme (AEP)</i>	Funds received to support our 2021/2022 programme for young disabled people with an interest in aviation
<i>ISTAT Virtual Aerobility</i>	Funds received in support of the development of our virtual activities for disabled people with an interest in aviation.

Designated funds

<i>Fixed asset fund</i>	Funds received to purchase new assets for the charity.
-------------------------	--

16. Financial instruments

The carrying amounts of the charity's financial instruments are as follows:

	2021 Total Funds £	2020 Total Funds £
<i>Financial assets</i>		
Debt instruments measured at amortised cost:		
Trade debtors (note 11)	<u>68,801</u>	<u>47,425</u>
	<u>68,801</u>	<u>47,425</u>
<i>Financial liabilities</i>		
Measured at amortised cost:		
Trade creditors (note 12)	<u>4,982</u>	<u>10,017</u>
	<u>4,982</u>	<u>10,017</u>

AEROBILITY

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

NOTES TO THE FINANCIAL STATEMENTS

17. Comparative statement of financial activities

	Note	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £
INCOME AND ENDOWMENTS FROM:				
Donations and legacies	1	130,803	854,887	985,690
Other trading activities	2			
Aviators' Ball		52,552	-	52,552
Other fundraising events		34,656	-	34,656
Other income		80,551	-	80,551
Charitable activities	3			
Flight payments		48,610	-	48,610
Contracted services		975	-	975
Investments	4	9,040	-	9,040
Other	5	35,065	-	35,065
Total		392,252	854,887	1,247,139
EXPENDITURE ON:				
Raising funds	6			
Direct fundraising costs		92,498	36,000	128,498
Indirect fundraising costs		20,615	-	20,615
Management and support		27,959	-	27,959
Charitable activities	6			
Aircraft operation and hire		115,478	-	115,478
Management and support		120,412	54,500	174,912
Total resources expended		376,962	90,500	467,462
Net income/(expenditure)		15,290	764,387	779,677
TRANSFERS				
Gross transfers between funds	15	17,246	(17,246)	-
Net movement in funds		32,536	747,141	779,677
RECONCILIATION OF FUNDS				
Total funds brought forward	15	473,850	37,115	510,965
Total funds carried forward	15	506,386	784,256	1,290,642

AEROBILITY

England & Wales - Charity number 1149629

Accounts

Aerobility

**Trustees' Report
and Financial Statements**

for the year ended 31 December 2020

**Registered Charity Number 1149629
Registered Company Number 08200768**

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

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AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

CHARITY INFORMATION

Trustees

Shona Bowman	Chairman
Jon Windover	Deputy Chairman
Emrys Harries	Secretary
Allister Bridger	
Mike Matthews	
Joel Rose	
Jamie Smith (appointed 20 November 2020)	
Neil Tucker	
Simon Warr	
Brian Wheeler	
Paul Winstanley	

Principal Office

Blackbushe Airport
Camberley
GU17 9LQ

Registered Office

Cawley Priory
South Pallant
Chichester
West Sussex
PO19 1SY

Registered Charity Number

1149629

Registered Company Number

08200768

Chief Executive

Mike Miller-Smith MBE

Independent auditor

Blue Spire Limited
Cawley Priory
South Pallant
Chichester
West Sussex
PO19 1SY

Bankers

CAF Bank Limited
25 Kings Hill Avenue
West Malling
ME19 4JQ

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

REPORT OF THE TRUSTEES

The Trustees hereby present their Annual Report for the purposes of the Charities Act 2011 and Sections 416 to 419 of the Companies Act 2006, together with the accounts for the year ended 31 December 2020. The trustees have adopted the provisions of the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard (FRS 102).

STRUCTURE GOVERNANCE AND MANAGEMENT

Aerobility is a charitable company limited by guarantee incorporated on 4 September 2012 (company number 08200768) and registered as a charity on 6 November 2012 (charity number 1149629). It is governed by its Articles of Association. The members of the Company are the Directors who are also Trustees under Charity law.

The Board meets regularly and provides the strategic direction and oversight of the charity.

Trustees are recruited by advertising in suitable media and by actively considering suitably qualified individuals who make a direct approach. New trustees are supplied with copies of the charity's governing and policy documents together with Charity Commission guidance, such as CC3 and CC8, and receive training as necessary.

Aerobility pay policy for key staff reflects experience, performance and regional variations. All salary increases are subject to approval by the Board of Trustees Remuneration Committee.

Aerobility encourages collaboration with other charities and voluntary organisations to enhance our common charitable objectives.

OBJECTIVES AND ACTIVITIES

The charity's objects are:

To promote and provide education, recreation and leisure time activities for disabled persons in particular by providing opportunities in aviation with the object of improving the conditions of life.

Aerobility offers disabled people, without exception, the opportunity to fly an aeroplane and participate in aviation-based activities. Aerobility removes barriers to aviation which as an activity offers disabled people a real sense of achievement and genuinely changes people's lives.

Aerobility's specially adapted aircraft fly from various airfields around the UK providing life changing experience flights and flight training. Aerobility aims to support a variety of aviation activities for disabled people and represents the needs of disabled people whatever their aviation aspirations. Participants range from disabled young people through to soldiers injured in service and elderly persons with disabling impairments. All disability types are catered for including physical disabilities, learning disabilities, sensory impairments and mental health issues.

"I recently had my first flying experience with Aerobility... For 30 minutes I was in the plane, controlling it – there was too much to think about to think about my own problems. I was so, so pleased with how it went – it offered total liberation from my brain injury and all the problems it causes on a daily basis. I want to thank Aerobility and everyone involved in making the day happen. I loved it."

Activities are designed and built by disabled people for disabled people, with disabled people and beneficiaries within key roles in the organisation. Through this, beneficiaries achieve:

- Improving self-esteem and stimulating achievement
- Knowledge expansion, well-being and enjoyment
- Removing physical and financial barriers and changing perceptions
- Leveraging ability, improved employability, new community access
- Inspiring people to live their life with new aspirations. "To fly"

Aerobility measures success by gathering metrics and output data such as participation levels and disability types accessing Aerobility services. Aerobility also records and utilises outcomes measures such as well-being and knowledge gained through participation – both directly from service users and also from those around them such as family members and caregivers. Together these measures are utilised for improving the quality of Aerobility services and to ensure aims and objectives are being met.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

REPORT OF THE TRUSTEES

Using volunteers to assist with the delivery of services and with Charity administration is a key component of Aerobility structure. Flying instruction, fundraising event management, health and safety advice, and IT support are key roles delivered by over 75 regular volunteers.

The Trustees confirm that they have referred to the guidance on public benefit when reviewing the Charity's aims and objectives and when planning future activity. The Trustees confirm that they are satisfied that public benefit is at the heart of Aerobility's activities.

ACHIEVEMENTS AND PERFORMANCE

Charitable Activities

Aerobility's entire operation was significantly affected by the COVID-19 pandemic, from March 2020 to the end of the year. After the first national lockdown in March, Aerobility re-opened on a limited basis in June 2020, having ensured that our premises and practices were COVID-safe as far as possible. Group flying days and flight instruction requiring hoisting were not resumed, since social distancing could not be maintained.

Development of virtual participation:

In the face of a global pandemic that grounded aircraft and shut facilities, the challenge became about supporting the disabled community in challenging and isolating circumstances. The response was 'Virtual Aerobility' which was in essence, a virtual community centre. A much needed lifeline, enabling our disabled community to reconnect and support each other. It delivered resilience and continuity of Aerobility services in the most difficult of times. These virtual programs included:

- InspireAbility – Programme of online engagement and inspiration. Bringing experts and pioneers direct to our community, to share their story and perhaps inspire some new ones.
- Virtual Ground School – Taking Aerobility education programmes out of classroom and into living rooms. Reaching more people, where they live.
- Armchair Airshow – A reimagining of the Airshow Experience to engage and support the disabled community whilst taking Aerobility to new audiences, fostering a new understanding for all of the meaning of 'ability'. Reached 90,000 views across 60 countries.

Disabled accessible aircraft build – Building the Dream:

By the end of 2020 despite 2 national lockdowns - the BaD team of 6 committed volunteers have done an amazing job. The aircraft is sitting on its undercarriage, with the wings on and the engine in position and have had the seats covered. Many thanks to the team, our fundraising team and to our many sponsors who have contributed and supported this great project. £2,037 was invested during the year on the kit and parts for our 'Building the Dream' disabled aircraft build.

Junior Aspiring Pilot Programme & Aviation Education Programme:

Despite the limitations of Covid-19 in 2020, Aerobility successfully completed the Junior Aspiring Pilots Programme 2020 and the Aviation Education Programme 2019/20. The Junior Aspiring Pilots Programme saw its first group of the year by the start of lockdown. The course moved to a virtual setting with participants being invited to Aerobility individually to take their flights between lockdowns.

Similarly, the Aviation Education Programme moved online in May 2020, after commencing in September the previous year. Our virtual course taught most of the normal syllabus, including a virtual tour of the Farnborough Airport Fire Station.

PROJECT ABLE

During 2020 Aerobility received a grant from the Department for Transport of £745,000, and two individual donations totalling £36,000 to enable us to undertake Project Able, the acquisition, refurbishment and re-certification of 63 GROB-109 airframes which had belonged to the Ministry of Defence. The intention of this project (Project Able) is to provide Aerobility with a small fleet of airworthy GROB-109 aircraft over the lifetime of the project, and to sell the remaining aircraft, to finance the costs of bringing them back into operation.

A new Community Interest Company, Aerobility Holdings CIC, was set up in 2019 in preparation for this project (Project Able) and the DfT grant was loaned to the CIC by Aerobility to provide working capital for the project. Although impacted by COVID-19, Project Able has made slow progress during the year and the prototype GROB-109, developed by GROB SE in Germany, made its inaugural flight in summer 2020. See P4 Financial Review.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

REPORT OF THE TRUSTEES

Fundraising

With normal flying operations severely curtailed and our income thereby significantly impacted, fundraising during 2020 became more vital than ever. We were fortunate to attract COVID-19 support grant funding from Sport Relief, the National Lottery and Hart District Council.

We received magnificent support from individual supporters during the year, particularly in fundraising through the 2.6 Challenge, wingwalking and other fundraising events.

Corporate supporters also generously sponsored or donated to our activities, notably NATS, Aerobytes, Leigh Cables, Breitling, Haywards, Boeing, ISTAT, Nasmyth Group, Biggin Hill Airport, BIFFA, the Co-op, RAF Odiham and other flying clubs and masonic lodges.

Grants were received from BBC Children in Need (for the JAPP programme), Sport Relief, National Lottery, Hart District Council, Hart Rotary and the Dougie Dalzell Memorial Trust.

Our pioneering (virtual) Armchair Airshow 2020 raised significant amounts for the charity in sponsorship and via an online auction, as did our (virtual) Aviators Ball 2020, held later in the year.

Organisation

Most staff other than the CEO, Business Administration Manager and the Fundraising Team, were furloughed during the year. The Coronavirus Job Retention Scheme enabled us to retain all staff in post, and the majority of staff returned to work part-time when restrictions enabled operations to resume in the summer 2020.

The Trustee Board meets regularly to determine the strategic direction of the charity and set performance objectives for the Chief Executive as well as providing the required governance. During the period March to December 2020 the Board met regularly via Zoom.

FINANCIAL REVIEW

Incoming resources amounted to £1,247,139 (2019: £579,593) including restricted donations and designated funds, the outgoing resources were £467,462 (2019: £671,574) giving a surplus for the year of £779,677 (2019 deficit: £91,981), including depreciation costs.

Donations and legacy income amounted to £985,690 (2019: £229,441), £854,887 (2019: £112,741) of which was restricted income, with unrestricted income totalling £130,803 (2019: £116,700).

At the balance sheet date, the charity's funds amounted to £1,290,642 (2019: £510,965) inclusive of restricted funds of £784,256 (2019: £37,115) and a fixed asset fund of £324,554 (2019: £362,954).

Free reserves being unrestricted income funds exclusive of the net book value of fixed assets of £324,554 (2019: £362,954) amounted to £181,832 (2019: £110,896) at the year-end.

PROJECT ABLE FINANCIAL IMPACT

The grant of £745,000 donated by the Department for Transport was loaned during the year to Aerobility Holdings CIC, at an interest rate of 1.5% above the Bank of England Base Rate. The loan is repayable on the written demand of the charity and secured by a debenture issued by Aerobility Holdings CIC.

The loan has been provided to Aerobility Holdings CIC which will deliver 8 Vigilant GROB 109 glider aircraft for the charity's use during the lifetime of Project Able and also further glider aircraft for resale to the general public with surpluses arising being passed to the charity to support the furthering of its objects.

Risk management

The assessment and management of risk is a core principle at Aerobility.

An operational Safety Management System (SMS) which incorporates regular risk assessments of all aviation and charitable activities is embedded within daily procedures and includes a reporting procedure which is regularly reviewed by the charity safety team and trustees.

Robust policies and procedures provide the framework for all activities and include vulnerable adult and child protection, DBS checking and volunteer management.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

REPORT OF THE TRUSTEES

Financial risk is minimised using agreed policies and procedures, and through the regular financial review by Trustees of monthly management accounts.

All levels of management, staff and volunteers are accountable for the delivery of our risk and safety performance, from the Trustees and Chief Executive downwards throughout the whole organisation.

PLANS FOR FUTURE PERIODS

During 2021 the Charity will seek to recover full operational activity following the COVID-19 pandemic, securing our financial future, extending our virtual activity to extend the reach of our services to a wider community of people with disabilities and an interest in aviation.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also directors of Aerobility for the purposes of company law) are responsible for preparing the Report of the Trustees and the 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 of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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 Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

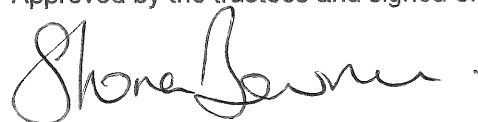
The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

APPOINTMENT OF INDEPENDENT AUDITOR

The charity exceeded the audit threshold during the year under review and appointed Blue Spire Limited as auditor.

This report has been prepared having taking advantage of the small companies' exemption in the Companies Act 2006.

Approved by the trustees and signed on their behalf.



Shona Bowman
Chairman

Date

20/07/2021

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

INDEPENDENT AUDITOR'S REPORT

Independent Auditor's Report to the Members of Aerobility

Opinion

We have audited the financial statements of Aerobility (the 'charitable company') for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and 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 Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2020, 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 charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the 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 charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the 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 Report of the Trustees, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the Report of the Trustees. 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. 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.

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 (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

INDEPENDENT AUDITOR'S REPORT

Matters on which we are required to report by exception

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

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement [set out on page 5], the trustees (who are also the directors of the charitable company 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 charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company 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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management, those charged with governance around actual and potential litigation and claims;
- Enquiry of entity staff to identify any instances of non-compliance with laws and regulations;
- Reviewing minutes of meetings of those charged with governance;
- 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 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 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 is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at:

<https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>. This description forms part of our auditor's report

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

INDEPENDENT AUDITOR'S REPORT

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company'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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Geoffrey Frost BSc(Hons) FCA (Senior Statutory Auditor)
For and on behalf of Blue Spire Limited, Statutory Auditor

Cawley Priory
South Pallant
Chichester
West Sussex
PO19 7UY

Date

4 August 2021

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

	Note	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £	2019 Total Funds £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	1	130,803	854,887	985,690	229,441
Other trading activities	2				
Aviators' Ball		52,552	-	52,552	162,427
Other fundraising events		34,656	-	34,656	4,548
Other income		80,551	-	80,551	18,310
Charitable activities	3				
Flight payments		48,610	-	48,610	98,721
Contracted services		975	-	975	43,573
Events		-	-	-	666
Investments	4	9,040	-	9,040	191
Other	5	35,065	-	35,065	21,716
Total		392,252	854,887	1,247,139	579,593
EXPENDITURE ON:					
Raising funds	6				
Direct fundraising costs		92,498	36,000	128,498	123,597
Indirect fundraising costs		20,615	-	20,615	28,284
Management and support		27,959	-	27,959	38,811
Charitable activities	6				
Aircraft operation and hire		115,478	-	115,478	242,238
Management and support		120,412	54,500	174,912	238,644
Total resources expended		376,962	90,500	467,462	671,574
Net income/(expenditure)		15,290	764,387	779,677	(91,981)
TRANSFERS					
Gross transfers between funds	15	17,246	(17,246)	-	-
Net movement in funds		32,536	747,141	779,677	(91,981)
RECONCILIATION OF FUNDS					
Total funds brought forward	15	473,850	37,115	510,965	602,946
Total funds carried forward	15	506,386	784,256	1,290,642	510,965

The charity has no recognised gains or losses other than those dealt with in the statement of financial activities.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

BALANCE SHEET AS AT 31 DECEMBER 2020

	Note	2020		2019	
		£	£	£	£
FIXED ASSETS					
Aircraft in construction and aircraft	10	231,526		257,474	
Flight simulators	10	6,906		8,632	
Property	10	77,790		86,433	
Mobility equipment and other assets	10	8,332		10,415	
Total fixed assets			324,554		362,954
CURRENT ASSETS					
Stocks for resale		5,166		6,458	
Debtors	11	57,751		79,329	
Loan	12	745,000		-	
Cash at hand and in bank		220,670		135,254	
Total current assets		1,028,587		221,041	
CURRENT LIABILITIES					
Creditors: amounts falling due within one year	13	62,499		73,030	
Net current assets/(liabilities)			966,088		148,011
Total net assets			<u>1,290,642</u>		<u>510,965</u>
THE FUNDS OF THE CHARITY					
Restricted funds	15		784,256		37,115
Unrestricted funds	15		506,386		473,850
Total charity funds			<u>1,290,642</u>		<u>510,965</u>

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Approved by the trustees and signed on their behalf.



Shona Bowman
Trustee

Date 20/07/2021

Aerobility
Company number: 08200768
Charity number: 1149629

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

STATEMENT OF CASH FLOWS

		2020		2019	
	Note	£	£	£	£
Net cash flow from operating activities (see below)			84,008		(113,910)
Cash flow from investing activities					
Payments to acquire tangible fixed assets	10	(11,557)		(30,986)	
Proceeds on sale of tangible fixed assets		3,925		55,000	
Proceeds on sale of investments		-		-	
Interest received		9,040		191	
Net cash flow from investing activities			1,408		24,205
Net increase/(decrease) in cash and cash equivalents			85,416		(89,705)
Cash and cash equivalents at 1 January 2020			135,254		224,959
Cash and cash equivalents at 31 December 2020			<u>220,670</u>		<u>135,254</u>
Cash and cash equivalents consist of:					
Cash at bank and in hand			220,670		135,254
Cash and cash equivalents at 31 December 2020			<u>220,670</u>		<u>135,254</u>
Reconciliation of net income to net cash flow from operating activities					
		2020		2019	
		£	£	£	£
Net income for the year			779,677		(91,981)
Adjusted for:					
Interest receivable		(9,040)		(191)	
Depreciation and impairment of tangible fixed assets	10	46,753		64,256	
Loss/(profit) on the sale of tangible fixed assets		(721)		(18,674)	
Decrease/(increase) in stocks		1,292		(6,458)	
Decrease/(increase) in debtors		21,578		(41,376)	
Decrease/(increase) in loans receivable		(745,000)		-	
Increase/(decrease) in creditors		(10,531)		(19,486)	
			(695,669)		(21,929)
			<u>84,008</u>		<u>(113,910)</u>
Analysis of changes in net debt					
		2020		2019	
		Cash and cash equivalents		Cash and cash equivalents	
		£		£	
Total net debt brought forward			135,254		224,959
Cash flows			85,416		(89,705)
Total net debt carried forward			<u>220,670</u>		<u>135,254</u>

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

ACCOUNTING POLICIES

GENERAL INFORMATION, SCOPE AND BASIS OF THE FINANCIAL STATEMENTS

Aerobility is an incorporated charity, limited by guarantee, incorporated in England with the company number 08200768. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity. The address of the registered office is given in the charity information page of these financial statements. The nature of the charity's operations and principal activities are outlined in the trustees' report.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

INCOME RECOGNITION

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Gifts in kind donated for resale are included at fair value, being the expected proceeds from sale less the expected costs of sale. Where estimating the fair value is practicable upon receipt it is recognised in stock and 'Income from other trading activities'. Upon sale, the value of the stock is charged against 'Income from other trading activities' and the proceeds are recognised as 'Income from other trading activities'.

The charity received government grants in respect of the Coronavirus Job Retention Scheme and project funding. Income from government and other grants are recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

Investment income in the form of bank interest is recognised as the charity's right to receive payment is established.

EXPENDITURE RECOGNITION

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Management and support costs

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative payroll costs. Staff costs have been allocated between costs of raising funds, charitable activities and governance costs on the basis of time spent by staff. Support costs cannot be directly attributed to particular headings and have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of the resources. Support costs have been allocated between costs of raising funds and charitable activities on the best estimate of the use of those resources.

Staff costs together with CEO expenses are apportioned according to time spent on each activity.

Other general expenses are allocated according to an estimate of the proportion of resources expended.

VAT

The charity is not registered for VAT and cannot recover VAT incurred on costs. These are therefore stated inclusive of any VAT element.

Where VAT is recoverable on the purchase of supplies and equipment, it is included within other income in the Statement of Financial Activities.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

ACCOUNTING POLICIES

EMPLOYEE BENEFITS

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

TAXATION

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

TANGIBLE FIXED ASSETS

Fixed assets are stated at cost and depreciation is provided at rates calculated to write-off the cost of each asset over its useful economic life, less any estimated residual value as follows:

Property	10% straight line
Aircraft in construction	None in the period of construction
Aircraft	15% of net book value
Mobility Equipment	20% of net book value
Other items	20% of net book value

Where fixed assets were received as part of the net assets transfer from the British Disabled Flying Association on 1 January 2013, The assets were recorded as additions at net book value. Depreciation rates have remained unchanged following this transfer to write off the remaining cost of the assets over their useful economic lives.

The Charity owns specially adapted light aircraft and mobility aids to assist users of the aircraft and the depreciation charge for these assets are allocated as a charitable expense.

Items of capital equipment are capitalised where the purchase price exceeds £1,000

STOCKS FOR RESEALE

Stocks are stated at the lower of cost and estimated selling price less costs to sell. Cost is calculated using the first-in, first-out formula. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

DEBTORS AND CREDITORS RECEIVABLE/PAYABLE WITHIN ONE YEAR

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

FUND ACCOUNTING

Restricted funds

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the note 15 of these financial statements.

Unrestricted funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

GOING CONCERN

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

NOTES TO THE FINANCIAL STATEMENTS

1. Income from donations and legacies

	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £	Unrestricted Funds £	Restricted Funds £	2019 Total Funds £
Donations	20,764	2,037	22,801	30,017	17,149	47,166
Gift Aid reclaimed	883	-	883	2,659	-	2,659
Legacies	5,000	-	5,000	12,820	-	12,820
Trust and corporate donations	68,527	107,850	176,377	48,980	95,592	144,572
Government grants	-	745,000	745,000	-	-	-
Sponsorship	19,250	-	19,250	6,367	-	6,367
Regular giving	16,379	-	16,379	15,857	-	15,857
	<u>130,803</u>	<u>854,887</u>	<u>985,690</u>	<u>116,700</u>	<u>112,741</u>	<u>229,441</u>

2. Income from other trading activities

	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £	Unrestricted Funds £	Restricted Funds £	2019 Total Funds £
Aviators' Ball	52,552	-	52,552	162,427	-	162,427
Sponsored participation	34,656	-	34,656	4,548	-	4,548
Raffles	3,168	-	3,168	676	-	676
Merchandise	892	-	892	3,786	-	3,786
Other fundraising income	39,746	-	39,746	13,848	-	13,848
Management services income	745	-	745	-	-	-
Sales of airplane parts	36,000	-	36,000	-	-	-
	<u>131,014</u>	<u>-</u>	<u>131,014</u>	<u>185,285</u>	<u>-</u>	<u>185,285</u>

3. Income from charitable activities

	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £	Unrestricted Funds £	Restricted Funds £	2019 Total Funds £
Flight payments	48,610	-	48,610	98,721	-	98,721
	<u>48,610</u>	<u>-</u>	<u>48,610</u>	<u>98,721</u>	<u>-</u>	<u>98,721</u>
Air League	-	-	-	24,051	-	24,051
Other contracted services	975	-	975	19,522	-	19,522
	<u>975</u>	<u>-</u>	<u>975</u>	<u>43,573</u>	<u>-</u>	<u>43,573</u>
Events	-	-	-	666	-	666
	<u>-</u>	<u>-</u>	<u>-</u>	<u>666</u>	<u>-</u>	<u>666</u>
	<u>49,585</u>	<u>-</u>	<u>49,585</u>	<u>142,960</u>	<u>-</u>	<u>142,960</u>

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

NOTES TO THE FINANCIAL STATEMENTS

4. Income from investments

	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £	Unrestricted Funds £	Restricted Funds £	2019 Total Funds £
Bank interest received	176	-	176	191	-	191
Loan interest	8,864	-	8,864	-	-	-
	<u>9,040</u>	<u>-</u>	<u>9,040</u>	<u>191</u>	<u>-</u>	<u>191</u>

5. Other income

	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £	Unrestricted Funds £	Restricted Funds £	2019 Total Funds £
Insurance claim and other income	-	-	-	3,042	-	3,042
Gain on sale of fixed assets	721	-	721	18,674	-	18,674
COVID-19 grants	34,344	-	34,344	-	-	-
	<u>35,065</u>	<u>-</u>	<u>35,065</u>	<u>21,716</u>	<u>-</u>	<u>21,716</u>

6. Analysis of expenditure

	Raising funds £	Charitable activities £	2020 Total Funds £	Raising funds £	Charitable activities £	2019 Total Funds £
Direct fundraising expenditure	90,699	-	90,699	112,674	-	112,674
Merchandise cost	1,799	-	1,799	10,923	-	10,923
Cost of aircraft and parts sold	36,000	-	36,000	-	-	-
Indirect fundraising costs	20,065	-	20,065	25,815	-	25,815
Credit card collection fees	550	-	550	2,469	-	2,469
Aircraft operating and hire	-	78,583	78,583	-	195,863	195,863
Aircraft depreciation charge	-	36,895	36,895	-	46,375	46,375
Resources expended	<u>149,113</u>	<u>115,478</u>	<u>264,591</u>	<u>151,881</u>	<u>242,238</u>	<u>394,119</u>
CEO remuneration	10,093	23,551	33,644	16,223	37,853	54,076
Operations director	-	33,066	33,066	-	38,781	38,781
Aviation Activities Officer	-	11,136	11,136	-	13,155	13,155
WIS manager	-	16,910	16,910	-	21,800	21,800
Office and financial administration	-	30,191	30,191	-	47,539	47,539
Employer's national insurance	1,462	3,410	4,872	3,320	7,747	11,067
Employer's pension	1,212	2,829	4,041	2,076	4,844	6,920
Premises costs	4,245	16,988	21,233	4,684	18,735	23,419
Building depreciation	1,729	6,914	8,643	3,272	13,090	16,362
General office expenses	6,723	22,752	29,475	6,530	26,055	32,585
Depreciation	243	972	1,215	304	1,215	1,519
Motor and travel expenses	592	2,873	3,465	1,889	6,618	8,507
Auditor and examiner fees	1,660	3,320	4,980	420	840	1,260
Other governance costs	-	-	-	93	372	465
Total support costs	<u>27,959</u>	<u>174,912</u>	<u>202,871</u>	<u>38,811</u>	<u>238,644</u>	<u>277,455</u>
Total resources expended	<u>177,072</u>	<u>290,390</u>	<u>467,462</u>	<u>190,692</u>	<u>480,882</u>	<u>671,574</u>
Restricted funds	36,000	54,500	90,500	-	84,885	84,885
Unrestricted funds	<u>141,072</u>	<u>235,890</u>	<u>376,962</u>	<u>190,692</u>	<u>395,997</u>	<u>586,689</u>
	<u>177,072</u>	<u>290,390</u>	<u>467,462</u>	<u>190,692</u>	<u>480,882</u>	<u>671,574</u>

AEROBILITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

NOTES TO THE FINANCIAL STATEMENTS

7. Independent auditor's and examiner's fees

	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £	Unrestricted Funds £	Restricted Funds £	2019 Total Funds £
Audit	4,980	-	4,980	-	-	-
Examination	-	-	-	1,260	-	1,260
Other services	1,104	-	1,104	576	-	576

8. Wages and salary cost

	2020 Total Funds £	2019 Total Funds £
Gross wages	174,249	226,725
Employer's national insurance costs	7,870	17,066
Employer's pension contributions	4,679	6,920
	<u>186,798</u>	<u>250,711</u>

	2020	2019
Staff numbers:		
Average head count - administration of charitable activities	<u>11</u>	<u>11</u>
Analysed as:		
Part time	5	4
Full time	<u>6</u>	<u>7</u>
	<u>11</u>	<u>11</u>

During the year under review no employee (2019: one employees) received employee benefits (excluding employer pension costs) above £60,000 (2019: in the range £60,000 to £70,000).

During the year under review 1 (2019: 1) member of the charity's staff, identified as key management personnel, received employee benefits (inclusive of salary, social security and pension contributions) totalling £39,062 (2019: £62,387). In addition expenses of £431 (2019: £4,174) reimbursed to key management personal in the performance of their duties.

Aerobility operates a defined contribution pension scheme for its employees. Contributions to the scheme in the year amounted to £4,679 (2019: £6,920) with £nil (2019: £1,099) payable at the balance sheet date

9. Related party transactions

None of the trustees received any remuneration during the period under review. No trustees were reimbursed expenses during the period under review.

There were no other related party transactions requiring disclosure in these financial statements.

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

NOTES TO THE FINANCIAL STATEMENTS

10. Tangible assets

	Aircraft in construction and aircraft £	Flight simulators £	Property £	Mobility equipment £	Other equipment £	Total £
Cost						
Brought forward	396,844	10,790	163,615	14,455	17,317	603,021
Additions	11,557	-	-	-	-	11,557
Disposals	(9,800)	-	-	-	-	(9,800)
	<u>398,601</u>	<u>10,790</u>	<u>163,615</u>	<u>14,455</u>	<u>17,317</u>	<u>604,778</u>
Depreciation						
Accumulated brought forward	139,370	2,158	77,182	10,113	11,244	240,067
Charge	34,301	1,726	8,643	868	1,215	46,753
On disposals	(6,596)	-	-	-	-	(6,596)
	<u>167,075</u>	<u>3,884</u>	<u>85,825</u>	<u>10,981</u>	<u>12,459</u>	<u>280,224</u>
Net book value carried forward	<u>231,526</u>	<u>6,906</u>	<u>77,790</u>	<u>3,474</u>	<u>4,858</u>	<u>324,554</u>
Net book value brought forward	<u>257,474</u>	<u>8,632</u>	<u>86,433</u>	<u>4,342</u>	<u>6,073</u>	<u>362,954</u>

11. Debtors

	2020 Total Funds £	2019 Total Funds £
Trade debtors	47,425	72,941
Prepayments	10,313	6,388
Other debtors	13	-
	<u>57,751</u>	<u>79,329</u>

12. Loan

	2020 Total Funds £	2019 Total Funds £
Loan	745,000	-
	<u>745,000</u>	<u>-</u>

The charity has provided a loan to Aerobility Holdings CIC with an interest rate of 1.5% over the Bank of England base rate. The loan is repayable on the written demand of the charity and secured by debenture issued by the borrower.

This loan has been provided to Aerobility Holdings CIC as the project manager of Project Able which will deliver 8 Vigilant glider aircraft for the charity's use and further glider aircraft for resale to the general public with surpluses arising being passed to the charity to support the furthering of its objects.

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

NOTES TO THE FINANCIAL STATEMENTS

13. Creditors: amounts falling due within one year

	2020 Total Funds £	2019 Total Funds £
Trade creditors	10,017	6,138
Other creditors	27	1,099
Accruals	9,824	3,960
Deferred income (see below)	37,629	57,644
Other taxation and social security	5,002	4,189
	<u>62,499</u>	<u>73,030</u>

Deferred income

	Brought forward £	Released in year £	Deferred in year £	Carried forward £
ISTAT	-	-	4,744	4,744
Boeing scholarship	-	-	11,544	11,544
NATS Management Support	37,000	(37,000)	-	-
Southern Sailplanes	18,000	(18,000)	-	-
Gift vouchers	2,644	-	913	3,557
	<u>57,644</u>	<u>(55,000)</u>	<u>17,201</u>	<u>19,845</u>

Income received in relation to future accounting periods, is deferred, and released to income in line with the specified timing of its use.

14. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £	Unrestricted Funds £	Restricted Funds £	2019 Total Funds £
Tangible fixed assets	324,554	-	324,554	362,954	-	362,954
Current assets	244,331	784,256	1,028,587	175,259	45,782	221,041
Current liabilities	(62,499)	-	(62,499)	(64,363)	(8,667)	(73,030)
	<u>506,386</u>	<u>784,256</u>	<u>1,290,642</u>	<u>473,850</u>	<u>37,115</u>	<u>510,965</u>

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

NOTES TO THE FINANCIAL STATEMENTS

15. Analysis of net movement in funds

Year ended 31 December 2020					
	Brought forward £	Incoming resources £	Outgoing resources £	Transfers £	Carried forward £
Restricted funds					
Junior Aspiring Pilot Programme	6,906	7,850	-	(13,819)	937
NATS management support	-	54,500	(54,500)	-	-
Build the dream	20,156	2,037	-	-	22,193
Scholarship fund	10,053	9,500	-	(3,427)	16,126
Aircraft spares fund	-	36,000	(36,000)	-	-
Project Able fund	-	745,000	-	-	745,000
Total restricted funds	37,115	854,887	(90,500)	(17,246)	784,256
Unrestricted funds					
Designated funds					
Fixed asset fund	362,954	-	-	(38,400)	324,554
	362,954	-	-	(38,400)	324,554
General funds	110,896	392,252	(376,962)	55,646	181,832
Total unrestricted funds	473,850	392,252	(376,962)	17,246	506,386
Total funds	510,965	1,247,139	(467,462)	-	1,290,642

Year ended 31 December 2019					
	Brought forward £	Incoming resources £	Outgoing resources £	Transfers £	Carried forward £
Restricted funds					
Junior Aspiring Pilot Programme	6,252	11,792	(11,138)	-	6,906
NATS management support	-	50,000	(50,000)	-	-
Build the dream	3,007	17,149	-	-	20,156
Scholarship fund	-	33,800	(23,747)	-	10,053
Aircraft spares fund	-	-	-	-	-
Project Able fund	-	-	-	-	-
Total restricted funds	9,259	112,741	(84,885)	-	37,115
Unrestricted funds					
Designated funds					
Fixed asset fund	432,550	-	-	(69,596)	362,954
	432,550	-	-	(69,596)	362,954
General funds	161,137	466,852	(586,689)	69,596	110,896
Total unrestricted funds	593,687	466,852	(586,689)	-	473,850
Total funds	602,946	579,593	(671,574)	-	510,965

Description of restricted funds

Junior Aspiring Pilot Programme

Funds received from BBC Children in Need and Hart Rotary to provide aviation education to disabled young people.

NATS Management Support

Funds received to cover the cost of employing administrative management.

Build the dream

Funds donated for the construction of a self-build aircraft.

Scholarship fund

Funds received to support disabled fliers by subsidising the cost of flights, enabling those people awarded scholarships to fly with aerobility free of charge.

Aircraft spares fund

Funds received to acquire aircraft in need of repair and aircraft spares to be used as part of Project Able.

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

NOTES TO THE FINANCIAL STATEMENTS

Description of restricted funds continued

Project Able fund Funds received to support the repair and bring into use Vigilant aircraft for the charity's use and for sale.

Designated funds

Fixed asset fund Funds received to purchase new assets for the charity.

16. Financial instruments

The carrying amounts of the charity's financial instruments are as follows:

	2020 Total Funds £	2019 Total Funds £
<i>Financial assets</i>		
Debt instruments measured at amortised cost:		
Trade debtors (note 11)	47,425	72,941
	<u>47,425</u>	<u>72,941</u>

15. Financial instruments (continued)

Financial liabilities

Measured at amortised cost:
Trade creditors (note 12)

10,017	6,138
<u>10,017</u>	<u>6,138</u>