

Heartlands Furniture Limited

Trustees' Report

For the year ended 31st March 2021

We, the Trustees of Heartlands Furniture limited, are pleased to present the Annual Report for the year ended 31st March 2021, together with the Financial Statements for the year and confirm that the latter comply with the Memorandum and Articles of Association and the Charities SORP 2005.

Charitable Aims

Heartlands Furniture limited is a Company Limited by Guarantee, No. 08355252, established by Memorandum and Articles of Association and is a Registered Charity, No. 1154901.

Recruitment and Induction of Trustees

Suitable personnel are identified by the existing Trustees on the basis of their skills and knowledge and invited to become Trustees. New Trustees are inducted into the workings of the Charity by the Chairperson.

Organisation of the Charity

The Trustees govern the Charity. They meet regularly and delegate the day-to-day running of the Charity to the Chairperson who oversees the organisation.

The Charity employs 1 full-time staff member and 1 part-time member of staff.

The staff are assisted by volunteers who undertake key roles in support of the Charity's activities.

Objectives

The Charity has identified a need in the community and attempts wherever possible to meet it.

The Charity aims to cover costs.

To provide quality items at realistic and affordable prices.

Value and maintain relationships with funders and other organisations.

Recognise value of partnerships.

With our client groups maintain confidentiality, show them respect, be non-judgemental, allow them to maintain their dignity and empathise with their views and opinions.

Show employees and volunteers that they perform worthwhile jobs and that they are appreciated.

Offer them support, stability and training when required.

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities. In particular the Trustees consider how planned activities will contribute to those aims and objectives.

Principal Activity

Heartlands Furniture Limited strives to provide a much-needed service to satisfy the demand for good quality used furniture and household effects at affordable prices to people on benefits and low incomes. Volunteers from the community assist with the project. We still require funding to improve the service.

Review of Activities for the Year

We aim to continue delivery of the service at the existing level if possible and expand or diversify where there is a perceived need and resources allow.

Heartlands Furniture Limited maintains its ethos to provide good quality household items to those on benefits and low incomes. We have worked in partnership with SITA UK via Cornwall Council to re-use all items collected under the Bulky Household Waste collection system, thus removing these items from the waste stream and diverting them from landfill.

Our priority is to secure funding to continue this much needed service to the community.

Financial Review

Heartlands Furniture Limited continues its role of perceiving a need within the community and then finds ways wherever possible to meet it.

There is no outside funding supporting the Charity. Expenditure is spent on our objectives, with the aim also to cover ongoing overheads.

The Charity continues to provide a quality service at realistic and affordable prices.

The total income for the year before interest, but including grant income, was £38961 and the net result for the year is a profit of £11145. However, it must be mentioned that as a result of Corona Virus (Covid-19) Heartlands Furniture was closed from the 20th March 2020 until 31st May 2020, 1st November 2020 until 30th November 2020, 1st January 2021 until 31st March 2021, and we operated limited opening hours from 1st June 2020 until 30th June 2020. Whilst this had a significant impact on sales related turnover, we received various Covid-19 related Government Grants of £21966, including furlough payments, and a CAF Grant of £3600.

Related Parties

The Charity works closely with Cornwall Council, Social Services and GOFA, which is a similar furniture re-use Charity in the area.

Investment Policy

The Trustees have considered the most appropriate policy for funds and find that the ongoing arrangement with the Barclays Bank PLC current account meets the requirement to maintain access to funds for operational purposes.

Reserves Policy

In order that the Charity can meet its objectives in promoting any charitable purpose for the benefit of the community within Cornwall, the Trustees have considered its resources and commitments. However, there is no Reserve Policy in place at the present time.

Risk Review

The Trustees have assessed the major risks to which the Charity is exposed and are satisfied that systems are in place to minimise or mitigate these. The Trustees will continue to review potential risks on a regular basis and will take further action to minimise or mitigate these risks as required.

Auditors

The accounts do not require auditing at the present time.

Plans for the Future

We aim to continue providing our existing service, streamlined where necessary, provide support, stability and training to our volunteers and employees while also building relationships with possible funders.

When a viable opportunity arises we will consider diversification or expand our services.

The Director and Trustees will be working to maintain and improve the service. It is proposed that in the forthcoming financial year a Business Plan will be developed which will aid the organisation with funding applications.

Statement of Trustees' Responsibilities

The Trustees are responsible for preparing the Annual Report and the Financial Statements in accordance with applicable law and regulations.

Law applicable to Charities in England and Wales requires the Trustees to prepare Financial Statements for each financial year. Under that law the Trustees have elected to prepare the Financial Statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The Financial Statements are required by law to give a true and fair view of the state of affairs of the Charity and of the financial activities for that year. In preparing those Financial Statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the Financial Statements comply with Charities Act. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Charity and to prevent and detect fraud and other irregularities.

Statement of Disclosure

So far as the Trustees are aware, there is no relevant financial information of which the Charity's stakeholders are unaware. Additionally the Trustees have taken all the steps that they ought to have taken as Trustees in order to make themselves aware of any relevant audit information and to establish that the Charity's stakeholders are aware of that information.

By order of the Trustees



David Mildren
Chairperson

Unit C1b Pool Business Park
Dudnance Lane
Pool
REDRUTH
TR15 3QW

20th January 2022

Heartlands Furniture

Company Registration Number:
08355252 (England and Wales)

(Unaudited) Financial Statements

Period of Accounts

Start Date: 1st April 2020

End Date: 31st March 2021

Heartlands Furniture

**Company Information
for the Period Ended 31st March 2021**

| | |
|-------------------------------------|---|
| Director: | D Mildren |
| Company Secretary: | D Mildren |
| Registered Office Address: | Unit C1b Pool Business Park Dudnance Lane Pool REDRUTH Cornwall TR15 3QW |
| Company Registration Number: | 08355252 (England and Wales) |

Heartlands Furniture

Balance sheet As at 31st March 2021

| | Notes | 2021 £ | 2020 £ |
|--|-------|---------------|----------------|
| Fixed Assets | | | |
| Intangible assets | 2 | 0 | 0 |
| Tangible assets: | 3 | 171 | 145 |
| Total Fixed Assets: | | <u>171</u> | <u>145</u> |
| Current Assets | | | |
| Stocks: | | 1000 | 3000 |
| Debtors: | 4 | 0 | 0 |
| Cash at bank and in hand: | | 782 | (1277) |
| Total Current Assets: | | <u>1782</u> | <u>1723</u> |
| Creditors | | | |
| Creditors: amounts falling due within one year: | | 0 | 0 |
| Net Current Assets (Liabilities): | | <u>1782</u> | <u>1723</u> |
| Total Assets less Current Liabilities: | | <u>1953</u> | <u>1868</u> |
| Creditors: amounts falling due after more than one year: | 5 | 6899 | 15958 |
| Provision for liabilities: | | 0 | 0 |
| Total Net Assets (Liabilities): | | <u>(4946)</u> | <u>(14090)</u> |

The notes form part of these financial statements

Heartlands Furniture

Balance sheet As at 31st March 2021 Continued

| | Notes | 2021 £ | 2020 £ |
|----------------------------------|-------|---------------|----------------|
| Capital and Reserves | | | |
| Called up share capital: | 7 | 0 | 0 |
| Revaluation reserve | | 6899 | 15958 |
| Profit and loss account: | | (11845) | (30048) |
| Total Shareholders Funds: | | <u>(4946)</u> | <u>(14090)</u> |

A Profit and Loss Account has not been filed.

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

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The members have agreed to the abridgement of the Accounts for the period ending 31st March 2021.

The Directors acknowledge their responsibilities for complying with the requirements of the Act 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 and in accordance with the Financial Reporting Standard for Smaller Entities..

The financial statements were approved by the Board of Directors on 10th September 2021.

SIGNED ON BEHALF OF THE BOARD BY:



Name: D Mildren
Status: Director

The notes form part of these financial statements

Heartlands Furniture

Notes to the Financial Statements for the Period Ended 31st March 2021

1. Accounting Policies

Basis of Measurement and Preparation of Accounts

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and in accordance with the Financial Reporting Standard for Smaller Entities.

Turnover Policy

The turnover shown in the profit and loss account represents revenue recognised by the company in respect of goods and services supplied during the period, exclusive of Value Added Tax and trade discounts.

Tangible Fixed Assets Depreciation Policy

Depreciation is provided, after taking account of any grants receivable, at the following annual rates in order to write off each asset over its estimated useful life. Freehold buildings - 2% on cost or revalued amounts, Plant and Machinery - 15% on cost, Fixtures and Fittings - 10% on cost, Motor Vehicles - 25% on cost.

Intangible Fixed Assets Amortisation Policy

Intangible fixed assets (including purchased goodwill and patents) are amortised at rates calculated to write off the assets on a straight basis over their estimated useful economic lives, not to exceed twenty years. Impairment of intangible assets is only reviewed where circumstances indicate that the carrying value of an asset may not be fully recoverable.

Valuation Information and Policy

Stocks and work -in-progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

Other Accounting Policies

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter. The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Research and Development Expenditure on research and development is written off in the year in which it is incurred.

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. Deferred taxation is calculated at the rates of tax that are expected to apply in the periods when the timing differences will reverse and has not been discounted.

Heartlands Furniture

Notes to the Financial Statements for the Period Ended 31st March 2021

2. Intangible Assets

| Cost | Total £ |
|-----------------------------------|--------------------|
| At 1 st April 2020: | 0 |
| Additions: | 0 |
| Disposals: | 0 |
| Revaluations: | 0 |
| Transfers: | <u>0</u> |
| At 31st March 2021: | <u>0</u> |
| Amortisation | |
| At 1st April 2020 | 0 |
| Provided during the Period: | 0 |
| On disposals: | 0 |
| Other Adjustments: | <u>0</u> |
| At 31st March 2021: | <u>0</u> |
| Net book value | |
| At 31st March 2021: | <u>0</u> |
| At 31st March 2020: | <u><u>0</u></u> |

Heartlands Furniture

Notes to the Financial Statements for the Period Ended 31st March 2021

3. Tangible assets

| | Total |
|---------------------------|--------------|
| Cost | £ |
| At 1 st April 2020: | 13200 |
| Additions: | 90 |
| Disposals: | 0 |
| Revaluations: | 0 |
| Transfers: | 0 |
| At 31st March 2021: | <u>13290</u> |
| Depreciation | |
| At 1st April 2020: | 13055 |
| Charge for year: | 64 |
| On disposals: | 0 |
| Other adjustments | 0 |
| At 31st March 2021: | <u>13119</u> |
| Net book value | |
| At 31st March 2021: | <u>171</u> |
| At 31 st March 2020: | <u>145</u> |

Included in Motor Vehicles were assets held under hire purchase contracts. The net book value of these assets amounted to £0 (2020: £0)

Heartlands Furniture
Notes to the Financial Statements
for the Period Ended 31st March 2021

4. Debtors

Debtors include £Nil (2020: £Nil) falling due after more than one year.

5. Creditors

The following Directors loans are included within creditors:

| Repayable | 2021 | 2020 |
|-----------------------------|-------------|--------------|
| | £ | £ |
| Between one and five years: | 6899 | 14958 |
| Over five years: | 0 | 0 |
| Total: | 6899 | 14958 |

Heartlands Furniture

Notes to the Financial Statements for the Period Ended 31st March 2021

6. Called up share capital

Allotted, called up and paid

| Previous period | | | 2020 |
|----------------------|------------------|-------------------------|---------------|
| Class | Number of shares | Nominal value per share | Total |
| Ordinary shares: | 0 | 1.00 | 0 |
| Preference shares: | 0 | 1.00 | 0 |
| Total share capital: | | | <hr/> 0 <hr/> |
| Current period | | | 2021 |
| Class | Number of shares | Nominal value per share | Total |
| Ordinary shares: | 0 | 1.00 | 0 |
| Preference shares: | 0 | 1.00 | 0 |
| Total share capital: | | | <hr/> 0 <hr/> |

During the year 0 ordinary shares of £1 each were issued, allotted and fully paid for cash at par. During the year, 0 preference shares of £1 each were issued, allotted and fully paid for cash at par.

Heartlands Furniture

Notes to the Financial Statements for the Period Ended 31st March 2021

7. Related Party Disclosures

| | |
|---|-------------|
| Name of the ultimate controlling party during the period: | D Mildren |
| Name of related party: | L R Mildren |
| Relationship: | Spouse |
| Description of the transaction: | Loan |
| Balance at 1st April 2020: | 1000 |
| Balance at 31st March 2021: | 0 |

The loan is repayable within 5 years.

8. Transactions with Directors

| | |
|---|----------|
| Name of Director receiving advance or credit: | N/A |
| Description of the transaction: | N/A |
| Balance at 1st April 2020: | 0 |
| Advances made: | 0 |
| Advances or credits repaid: | 0 |
| Balance at 31st March 2021: | 0 |

I certify that I have examined the financial statements of Heartlands Furniture for the year ending 31st March 2021. It is my responsibility to form an independent opinion, based on my examination, on those statements and on the regularity of the financial transactions included in them and to report my opinion to you.

Basis of Opinion

An examination includes a test basis, of evidence relevant to the amounts, disclosures and regularity of financial transactions included in the financial statements. It also includes an assessment of any estimates and judgements made by the Treasurer in the preparation of the financial statements, and of whether the accounting policies are appropriate, consistently applied and adequately disclosed. I planned and performed my examination so as to obtain all the information and explanations which I considered necessary in order to provide me with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by error, or by fraud or other irregularity and that, in all material respects, the expenditure and income have been applied to the purposes intended. In forming my opinion I have also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In my opinion:

The financial statement gives a true and fair view of the state of affairs of Heartlands Furniture for the year ending 31st March 2021 and of its profit, total income and expenditure for the year then ended and has been properly prepared.

I have no observations to make on these financial statements.

Signed this 14th day of January 2022..........(K. Mount) Examiner