

Charity Registration No. 1157412

Company Registration No. 07222332 (England and Wales)

COWRAN CARE LTD
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2021

COWRAN CARE LTD

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Miss Rachel Diss Mr Michael Diss Mr Simon Diss Lynne Murray Vanda Brown Jayne Brearley
Secretary	Mr Michael Diss
Charity number	1157412
Company number	07222332
Independent examiner	Bryan Redhead & Co. Ltd. Market Street Broughton-in-Furness Cumbria LA20 6HP

COWRAN CARE LTD

CONTENTS

	Page
Trustees Report report	1 - 3
Independent examiner's report	4
Statement of financial activities	5
Balance sheet	6
Notes to the financial statements	7 - 12

COWRAN CARE LTD

TRUSTEES REPORT REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 29 APRIL 2021

The Trustees present their annual report and financial statements for the year ended 29 April 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's [governing document], the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

The objects are :-

1. To advance in life and relieve needs of children and young people through the provision of farm based activities designed to advance education and develop their skills, capacities and capabilities to enable them to participate in society as mature and responsible individuals.
2. To relieve the needs of people who are experiencing long term unemployment or who are recovering from physical or mental illness by providing farm based activities designed to develop their skills and improve their conditions of life.

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

Following a further period of lockdown, our students returned to the farm for the Summer Term, to get involved in their practical work, very happy to be back and out in the countryside and amongst our animals again.

During Summer 2020 we ran a four-week summer scheme, with financial support from the County Council, to which all our students were invited, but also many other young people who needed activity post lockdown. Many of these young people were about to transition into secondary schools, and we are sure that the increased confidence they gain will have helped this transition.

Many had been badly affected by the first lockdown, their mental health, confidence, relationships, and social integration being impacted. We got them back to work by offering much outdoor activity, a meal each day and a chance to enjoy being together and having fun. This scheme was very successful and prepared everybody for the coming year.

We began the new Academic year with great enthusiasm hoping that we would not be restricted further by COVID. For caution, we continued to work in PODS (small dispersed groups) ensuring social distancing, with regular handwashing and mask wearing.

The students, all of whom had returned enjoyed the opportunity to become engrossed in the practical running of the farm. The work in the PODS developed the teamworking, which helped overcome the lingering effect of social isolation which had so profoundly effected many of our young people

Sadly, post Christmas a new lockdown was imposed and we returned to working with our students over phone using work books and some home based practical projects. In a few exceptional cases, vulnerable students continued to come to the farm. We continued to work in this way, supporting students and their families, in a wide range of additional ways, until Easter 2021, when we were able to return following the Easter holiday.

COWRAN CARE LTD

TRUSTEES REPORT REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 29 APRIL 2021

Achievements and performance

Remarkably, despite all the COVID restrictions, all our students who were entered for qualifications, throughout this very disruptive period **achieved passes**. ABC Awards provided our national accreditation and we achieved:-

- 4 L2 Diploma in Animal Care
- 5 L2 Certificate in Animal Care
- 2 L1 Certificate in Small Animal Care
- 2 L1 Certificate in Small Animal Care
- 4 E2 Award in Small Animal Care

The Company provided work experience in a wide range of land-based activities, including Animal Care, Agriculture, Horticulture, Land Management.

All students received support in their life skills which enabled them to overcome their barriers to learning so that they can become economically active in their home communities.

The Rigg Building and Hudson Yard, provided a third area for training activity, and is showing clear benefits to the sustainability of the Company, have allowed us to increase our sheep flock and cattle herd thus enabling further training in lambing and cattle husbandry. I project is in planning to further develop the Rigg Building to create a mezzanine work area .

Financial review

Where appropriate, the Company obtains funding from schools or Local Authority sources for the service provided to young people under their care.

In this extremely unusual COVID year, grants were only available for COVID Recovery, this restricted our ability to fund the training of young people who are not eligible for Local Authority support.

The Trustees are grateful for the very generous support of a Private Benefactor and for the following Grants:-

- £5000 from Edward Gostling Foundation - COVID Recovery
- £1500 from Cumbria Community Foundation - COVID Recovery

We also got significant support from Government by way of The Furlough scheme and £13,334 from SLDC and we took advantage of the government supported Bounce Bank Loan scheme, which provide a six year loan.

The Trustees had set a target of having a reserve of three months expenditure by 2026. We assess that COVID has put this back to 2030. .

The Finance Manager maintains a Risk Register, and this is reviewed by the Trustees annually

Structure, governance and management

COWRAN CARE LTD

TRUSTEES REPORT REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 29 APRIL 2021

The charity is a company limited by guarantee.

The Company is governed by the Memorandum and Articles of Association adopted at a general meeting on 30 May 2014.

Trustees are appointed on the basis of the skills that they can bring to the Board of Trustees.

Mrs AM Diss MBE DL (Principal) is responsible for the day to day running of the Company and reports to the Board. She is supported by the Chairman, Finance Manager and Company Secretary.

The Board have appointed Mrs Lynne Murray to oversee those issues where a conflict of interest might arise.

None of the Trustees has any beneficial interest in the company. All of the Trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The Trustees report was approved by the Board of Trustees.

.....
Miss Rachel Diss

Trustee

Dated: 29/1/22.



COWRAN CARE LTD

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF COWRAN CARE LTD

I report to the Trustees on my examination of the financial statements of Cowran Care Ltd (the charity) for the year ended 29 April 2021.

Responsibilities and basis of report

As the Trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity 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 the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

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 charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements have 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 financial statements to be reached.

Bryan Redhead & Co Ltd.

Bryan Redhead & Co. Ltd.

Market Street
Broughton-in-Furness
Cumbria
LA20 6HP

Dated: *27-1-22*

COWRAN CARE LTD

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 29 APRIL 2021

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
Income and endowments from:							
Donations and legacies	2	94,014	10,540	104,554	83,091	24,605	107,696
Other income	3	11,388	-	11,388	-	-	-
Total income		105,402	10,540	115,942	83,091	24,605	107,696
Expenditure on:							
Service charge	4	32,694	-	32,694	33,776	-	33,776
Charitable activities	5	79,312	10,540	89,852	82,183	22,515	104,698
Total resources expended		112,006	10,540	122,546	115,959	22,515	138,474
Net expenditure for the year/ Net movement in funds		(6,604)	-	(6,604)	(32,868)	2,090	(30,778)
Fund balances at 30 April 2020		10,998	-	10,998	43,866	5,616	49,482
Fund balances at 29 April 2021		4,394	-	4,394	10,998	7,706	18,704

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

COWRAN CARE LTD

BALANCE SHEET

AS AT 29 APRIL 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	8		2,200		-
Current assets					
Debtors	9	52,944		66,796	
Creditors: amounts falling due within one year	11	(28,194)		(48,092)	
Net current assets			24,750		18,704
Total assets less current liabilities			26,950		18,704
Creditors: amounts falling due after more than one year	12		(22,556)		-
Net assets			4,394		18,704
Income funds					
Restricted funds			-		7,706
Unrestricted funds			4,394		10,998
			4,394		18,704

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 29 April 2021.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the Trustees on 26th Jan 22

Mr Michael Diss

Company Registration No. 07222332

COWRAN CARE LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 29 APRIL 2021

1 Accounting policies

Charity information

Cowran Care Ltd is a private company limited by guarantee incorporated in England and Wales.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

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

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

1.2 Going concern

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

1.3 Charitable funds

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

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

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

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

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

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

COWRAN CARE LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 29 APRIL 2021

1 Accounting policies

(Continued)

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.5 Tangible fixed assets

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

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

Plant and machinery	20% straight line
---------------------	-------------------

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.6 Impairment of fixed assets

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

1.7 Cash and cash equivalents

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

1.8 Financial instruments

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

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

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

Basic financial assets

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

COWRAN CARE LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 29 APRIL 2021

1 Accounting policies

(Continued)

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.9 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.10 Retirement benefits

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

2 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021 £	2021 £	2021 £	2020 £	2020 £	2020 £
Donations and gifts	31,525	10,540	42,065	81,655	24,605	106,260
Grants received	61,059	-	61,059	6	-	6
Other	1,430	-	1,430	1,430	-	1,430
	<u>94,014</u>	<u>10,540</u>	<u>104,554</u>	<u>83,091</u>	<u>24,605</u>	<u>107,696</u>

3 Other income

	Unrestricted funds	Total
	2021 £	2020 £
Other income	<u>11,388</u>	<u>-</u>

COWRAN CARE LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 29 APRIL 2021

3 Other income (Continued)

4 Support costs

Unrestricted funds	Unrestricted funds
2021	2020
£	£
32,694	33,776
<u>32,694</u>	<u>33,776</u>

Support costs

5 Charitable activities

Charitable Expenditure Heading 1	Charitable Expenditure Heading 1
2021	2020
£	£
64,716	62,033
550	-
10,540	22,514
3,565	3,805
1,984	1,052
3,438	6,666
377	-
32,694	36,226
437	2,450
140	355
3,912	3,192
193	181
<u>122,546</u>	<u>138,474</u>
<u>122,546</u>	<u>138,474</u>

Analysis by fund

Unrestricted funds
Restricted funds

112,006	115,959
10,540	22,515
<u>122,546</u>	<u>138,474</u>

COWRAN CARE LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 29 APRIL 2021

6 Trustees

None of the Trustees received any remuneration or benefits from the charity during the year.

7 Employees

There were 8 employees during the year.

Employment costs	2021 £	2020 £
Wages and salaries	64,104	61,007
Other pension costs	612	1,026
	<u>64,716</u>	<u>62,033</u>

8 Tangible fixed assets

	Plant and machinery £
Cost	
Additions	2,750
At 29 April 2021	<u>2,750</u>
Depreciation and impairment	
Depreciation charged in the year	550
At 29 April 2021	<u>550</u>
Carrying amount	
At 29 April 2021	<u>2,200</u>

9 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Trade debtors	52,264	61,950
Other debtors	680	4,846
	<u>52,944</u>	<u>66,796</u>

COWRAN CARE LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 29 APRIL 2021

10 Loans and overdrafts

	2021 £	2020 £
Bank overdrafts	2,903	2,910
Bank loans	5,006	8,716
Other loans	22,556	-
	<u>30,465</u>	<u>11,626</u>
Payable within one year	7,909	11,626
Payable after one year	<u>22,556</u>	<u>-</u>

11 Creditors: amounts falling due within one year

	Notes	2021 £	2020 £
Bank loans and overdrafts	10	7,909	11,626
Other taxation and social security		2,834	3,701
Trade creditors		15,451	32,365
Other creditors		2,000	400
		<u>28,194</u>	<u>48,092</u>

12 Creditors: amounts falling due after more than one year

	2021 £	2020 £
Borrowings	<u>22,556</u>	<u>-</u>

14 Related party transactions

There were no disclosable related party transactions during the year (2020 - none).

