

MUNCHKINS MINIATURE SHETLAND RESCUE

England & Wales · Charity number 1160509

Details

Other names	MUNCHKINS
Status	Registered
Legal form	CIO
Registered	2015-02-16
Register	View on the Charity Commission register

Contact

Address	Morganhayes Farmhouse Southleigh Colyton EX24 6RY
Phone	01297553829
Email	munchkinshetlandrescue@hotmail.com
Website	www.mini-munchkins.org

Activities

Objects: FOR THE BENEFIT OF THE PUBLIC TO RELIEVE THE SUFFERING OF MINIATURE SHETLAND PONIES IN NEED OF CARE AND ATTENTION AND, IN PARTICULAR, TO PROVIDE AND MAINTAIN A RESCUE HOME OR OTHER FACILITIES FOR THE RECEPTION, CARE AND TREATMENT OF SUCH PONIES.

Activities: PROVISION OF A RESCUE HOME FOR MINIATURE SHETLAND PONIES WHICH HAVE BEEN NEGLECTED, ABUSED OR ABANDONED. MUNCHKINS PROVIDES A RECEPTION CENTRE AND FURTHER FACILITIES FOR SUCH PONIES. WE SEEK TO REHOME PONIES WHERE POSSIBLE ON A LONG-TERM FOSTER BASIS OR TO PROVIDE A HOME FOR LIFE WHERE THIS IS NOT APPROPRIATE.

Classification

- **How:** Provides Services
- **What:** Animals
- **Who:** The General Public/mankind

Geography

- Devon

Finances

Period end	Income	Expenditure	Assets	Employees
2025-08-31	£360,806	£247,621	-	-
2024-08-31	£228,498	£183,375	-	-
2023-08-31	£165,724	£126,727	-	-
2022-08-31	£124,310	£122,222	-	-
2021-08-31	£115,076	£93,952	-	-
2020-08-31	£113,892	£119,481	-	-

Trustees

Name	Role	Appointed
TAMMY CHRISTINA MARX	Chair	2015-02-16
Felicity Erin Marx		2024-12-19
Kenneth McCallum Lavery		2023-01-05
Sandra Ann Ratcliffe		2024-12-19

MUNCHKINS MINIATURE SHETLAND RESCUE

England & Wales - Charity number 1160509

Accounts

Company registration number: CE002670
Charity registration number: 1160509

Munchkins Miniature Shetland Rescue

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 August 2025



WESTCOTTS

CHARTERED ACCOUNTANTS
& BUSINESS ADVISERS

Munchkins Miniature Shetland Rescue

Contents

Reference and Administrative Details	1
Trustees' Report	2 to 4
Independent Examiner's Report	5
Statement of Financial Activities	6
Balance Sheet	7
Notes to the Financial Statements	8 to 16

Munchkins Miniature Shetland Rescue

Reference and Administrative Details

Trustees

T C Marx
K M Lavery
S A Ratcliffe (appointed 19 December 2024)
F E Marx (appointed 19 December 2024)
A G Foxcroft (resigned 14 November 2024)

Charity Registration Number 1160509

Company Registration Number CE002670

Registered Office

Morganhayes Farmhouse
Southleigh
Colyton
Devon
EX24 6RY

Independent Examiner

Westcotts (SW) LLP
Chartered Accountants
Timberly
South Street
Axminster
Devon
EX13 5AD

Munchkins Miniature Shetland Rescue

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 August 2025.

Objectives and activities

Objects and aims

The charitable objective of the charity is 'for the benefit of the public to relieve the suffering of miniature Shetland ponies in need of care and attention and, in particular, to provide and maintain a rescue home or other facilities for the reception, care and treatment of such ponies'.

In the last year we have cared for 59 ponies, of which 11 were new arrivals (including some ponies that have been returned from their foster homes) and have been rehomed. All have been provided with suitable grazing and additional feed, hay and supplements as appropriate. All receive regular veterinary treatment including vaccinations, worming and dental care. In addition, several ponies have been treated for ongoing chronic conditions, and many others need specialist management to control laminitis.

Purpose built stables, the new barn which is nearing completion for the senior ponies and some which have more complex medical needs, a sand turn out area, and an enrichment mud-controlled mat area are available for those which need it and field shelters are also provided. In addition, a large concrete area around the barn is used in adverse weather conditions. We have had a track system installed for use primarily by our laminitic ponies and this track is being continued around our 12.3-acre site, it is still under construction. All ponies are checked and handled daily by our team of volunteers, including our Yard Assistants who also ensure that all facilities are kept clean and safe.

We are contacted regularly by members of the public reporting ponies in need or requesting help for their own ponies owing to personal circumstances. In choosing those most in need, the Trustees have regard for the guidance issued by the Charity Commission on public benefit.

Where the physical and behavioural condition of the ponies is suitable, we seek long-term foster homes, which are rigorously checked both before and after placement.

Public benefit

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Achievements and performance

Financial review

The financial statements and the accounting policies used in their preparation comply with all the current statutory requirements and with the governing document.

The Statement of Financial Activities shows the charity had a total income of £360,806 (2024: £228,498) and total expenditure of £247,621 (2024: £183,375) during the period. Income exceeded expenditure in the period by £113,185 (2024: £45,123).

The total reserves held at the year end were £409,914 (2024: £296,729). Of this £93,900 (2024: £33,517) was restricted.

Munchkins Miniature Shetland Rescue

Trustees' Report

Structure, governance and management

Nature of governing document

Munchkins Miniature Shetland Rescue is a charitable incorporated organisation governed by a constitution dated 16 February 2015. The charity is managed by a group of up to 8 Trustees who are appointed by the existing Trustees.

Organisational structure

Munchkins have now 3 self-employed people, 2 of whom assist in the administration and 1 assists with Social Media and photography, the vast majority are volunteers of whom there are currently 130 adults on roll, plus teenage helpers at the weekends. Most come regularly every week, providing hands-on help with the ponies. We have and do welcome volunteers with additional needs including their carers/support workers, plus D of E, work experience.

Others perform administrative tasks or help to maintain the facilities. Others help on special occasions, notably the annual summer fayre and other fund-raising activities. The Trustees wish to record once again their grateful thanks for the hard work, dedication and commitment of all our volunteers.

Statement of trustees' responsibilities

The trustees (who are also the directors of Munchkins Miniature Shetland Rescue for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they 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 its 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 apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records that can 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.

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

Munchkins Miniature Shetland Rescue

Trustees' Report

Disclosure of information to auditor

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

The annual report was approved by the trustees of the charity on 03.06.20 and signed on its behalf by:



T C Marx
Chairman and trustee

Munchkins Miniature Shetland Rescue

Independent Examiner's Report to the trustees of Munchkins Miniature Shetland Rescue ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 August 2025.

Responsibilities and basis of report

As the charity's 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 charity'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 Westcotts (SW) LLP, 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:

1. accounting records were not kept in respect of Munchkins Miniature Shetland Rescue 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.



.....
Mr S J Carrington FCA
For and on behalf of Westcotts (SW) LLP
Timberly
South Street
Axminster
Devon
EX13 5AD

Date: 09.06.2026
.....

Munchkins Miniature Shetland Rescue

Statement of Financial Activities for the Year Ended 31 August 2025 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2025 £	Total 2024 £
Income and Endowments from:					
Donations and legacies	3	233,946	101,500	335,446	215,514
Charitable activities	4	10,753	-	10,753	1,044
Other trading activities	5	13,460	-	13,460	10,489
Investment income	6	1,147	-	1,147	1,451
Total income		<u>259,306</u>	<u>101,500</u>	<u>360,806</u>	<u>228,498</u>
Expenditure on:					
Charitable activities	7	<u>(206,504)</u>	<u>(41,117)</u>	<u>(247,621)</u>	<u>(183,375)</u>
Total expenditure		<u>(206,504)</u>	<u>(41,117)</u>	<u>(247,621)</u>	<u>(183,375)</u>
Net income		<u>52,802</u>	<u>60,383</u>	<u>113,185</u>	<u>45,123</u>
Net movement in funds		52,802	60,383	113,185	45,123
Reconciliation of funds					
Total funds brought forward		<u>263,212</u>	<u>33,517</u>	<u>296,729</u>	<u>251,606</u>
Total funds carried forward	17	<u>316,014</u>	<u>93,900</u>	<u>409,914</u>	<u>296,729</u>

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2024 is shown in note 17.

Munchkins Miniature Shetland Rescue

(Registration number: CE002670)
Balance Sheet as at 31 August 2025

	Note	2025 £	2024 £
Fixed assets			
Tangible assets	12	521,798	420,646
Current assets			
Stocks	13	3,500	2,500
Debtors	14	15,713	6,530
Cash at bank and in hand		<u>119,380</u>	<u>95,666</u>
		138,593	104,696
Creditors: Amounts falling due within one year	15	<u>(25,143)</u>	<u>(5,269)</u>
Net current assets		<u>113,450</u>	<u>99,427</u>
Total assets less current liabilities		635,248	520,073
Creditors: Amounts falling due after more than one year	16	<u>(225,334)</u>	<u>(223,344)</u>
Net assets		<u>409,914</u>	<u>296,729</u>
Funds of the charity:			
Restricted income funds			
Restricted funds		93,900	33,517
Unrestricted income funds			
Unrestricted funds		<u>316,014</u>	<u>263,212</u>
Total funds	17	<u>409,914</u>	<u>296,729</u>

For the financial year ending 31 August 2025 the charity 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 charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The financial statements on pages 6 to 16 were approved by the trustees, and authorised for issue on 03.06.26. and signed on their behalf by:


.....
T C Marx
Chairman and trustee

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2025

1 Charity status

The charity is limited by guarantee, incorporated in England & Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Morganhayes Farmhouse
Southleigh
Colyton
Devon
EX24 6RY

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

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

Statement of compliance

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 (FRS 102)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

Munchkins Miniature Shetland Rescue meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2025

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

There are no judgements or key sources of estimation uncertainty that have a significant risk of causing a material adjustment to assets and liabilities to be disclosed.

Income and endowments

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of the income receivable can be measured reliably.

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2025

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £100.00 or more are initially recorded at cost.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Freehold property	5% straight line
Fixtures and fittings	20% straight line
Motor vehicles	25% reducing balance
Field projects	10% straight line

Stock

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

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.

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2025

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

3 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total 2025 £
Donations	233,946	-	233,946
Grants receivable	-	101,500	101,500
	<u>233,946</u>	<u>101,500</u>	<u>335,446</u>
	Unrestricted funds General £	Restricted funds £	Total 2024 £
Donations	187,764	-	187,764
Grants receivable	-	27,750	27,750
	<u>187,764</u>	<u>27,750</u>	<u>215,514</u>

4 Income from charitable activities

	Unrestricted funds General £	Total 2025 £	Total 2024 £
Sale of goods/services as part of direct charitable activities	<u>10,753</u>	<u>10,753</u>	<u>1,044</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2025

5 Income from other trading activities

	Unrestricted funds General £	Total funds £	Total 2024 £
Fund raising events	13,460	13,460	10,489
	<u>13,460</u>	<u>13,460</u>	<u>10,489</u>

6 Investment income

	Unrestricted funds General £	Total 2025 £	Total 2024 £
Bank interest receivable	1,147	1,147	1,451
	<u>1,147</u>	<u>1,147</u>	<u>1,451</u>

7 Expenditure on charitable activities

	Note	Unrestricted funds General £	Restricted funds £	Total 2025 £
Charitable activities		110,338	26,500	136,838
Support costs	8	96,166	14,617	110,783
		<u>206,504</u>	<u>41,117</u>	<u>247,621</u>

	Note	Unrestricted funds General £	Restricted funds £	Total 2024 £
Charitable activities		102,726	-	102,726
Support costs	8	75,059	5,590	80,649
		<u>177,785</u>	<u>5,590</u>	<u>183,375</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2025

8 Analysis of governance and support costs

	Unrestricted funds General £	Restricted funds £	Total 2025 £	Total 2024 £
Human resources	3,474	-	3,474	5,027
Governance costs	7,625	-	7,625	6,311
Premises	9,515	-	9,515	5,634
PayPal fees	149	-	149	238
General office	31,349	-	31,349	21,756
Depreciation	25,681	11,708	37,389	28,745
Sundry costs	1,335	-	1,335	2,188
Motor and travelling costs	3,234	-	3,234	1,593
Fundraising costs	2,730	-	2,730	6,917
Loan interest	11,074	-	11,074	2,240
Depreciation	-	2,909	2,909	-
	<u>96,166</u>	<u>14,617</u>	<u>110,783</u>	<u>80,649</u>

9 Net incoming/outgoing resources

Net incoming resources for the year include:

	2025 £	2024 £
Depreciation of fixed assets	<u>37,389</u>	<u>28,745</u>

10 Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:

K M Lavery

£Nil (2024: £146) of expenses were reimbursed to K M Lavery during the year for travel and feed costs.

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any other benefits from the charity during the year.

11 Independent examiner's remuneration

	2025 £	2024 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>668</u>	<u>621</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2025

12 Tangible fixed assets

	Freehold land and buildings £	Furniture and equipment £	Motor vehicles £	Field projects £	Total £
Cost					
At 1 September 2024	333,481	34,085	50,862	140,580	559,008
Additions	<u>54,044</u>	<u>3,149</u>	<u>6,600</u>	<u>77,657</u>	<u>141,450</u>
At 31 August 2025	<u>387,525</u>	<u>37,234</u>	<u>57,462</u>	<u>218,237</u>	<u>700,458</u>
Depreciation					
At 1 September 2024	30,756	16,243	37,372	53,991	138,362
Charge for the year	<u>7,704</u>	<u>6,437</u>	<u>5,022</u>	<u>21,135</u>	<u>40,298</u>
At 31 August 2025	<u>38,460</u>	<u>22,680</u>	<u>42,394</u>	<u>75,126</u>	<u>178,660</u>
Net book value					
At 31 August 2025	<u>349,065</u>	<u>14,554</u>	<u>15,068</u>	<u>143,111</u>	<u>521,798</u>
At 31 August 2024	<u>302,725</u>	<u>17,842</u>	<u>13,490</u>	<u>86,589</u>	<u>420,646</u>

13 Stock

	2025 £	2024 £
Stocks	<u>3,500</u>	<u>2,500</u>

14 Debtors

	2025 £	2024 £
Trade debtors	435	-
Prepayments	3,159	-
Accrued income	<u>12,119</u>	<u>6,530</u>
	<u>15,713</u>	<u>6,530</u>

15 Creditors: amounts falling due within one year

	2025 £	2024 £
Trade creditors	19,743	297
Loans	155	1,331
Accruals	<u>5,245</u>	<u>3,641</u>
	<u>25,143</u>	<u>5,269</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2025

16 Creditors: amounts falling due after one year

	2025 £	2024 £
Loans	<u>225,334</u>	<u>223,344</u>

17 Funds

	Balance at 1 September 2024 £	Incoming resources £	Resources expended £	Balance at 31 August 2025 £
Unrestricted funds				
<i>General</i>				
General Funds	263,212	259,306	(206,504)	316,014
Restricted funds				
Animal Rescue Foundation	8,856	-	(411)	8,445
Hilda Holmes Trust	24,661	-	(11,297)	13,364
Animal Friends Pet Insurance	-	-	-	-
Vets Bills	-	26,500	(26,500)	-
Pets at Home	-	75,000	(2,909)	72,091
	<u>33,517</u>	<u>101,500</u>	<u>(41,117)</u>	<u>93,900</u>
Total funds	<u>296,729</u>	<u>360,806</u>	<u>(247,621)</u>	<u>409,914</u>
	Balance at 1 September 2023 £	Incoming resources £	Resources expended £	Balance at 31 August 2024 £
Unrestricted funds				
<i>General</i>				
General Funds	240,249	200,748	(177,785)	263,212
Restricted funds				
Animal Rescue Foundation	5,267	4,000	(411)	8,856
Hilda Holmes Trust	5,000	23,750	(4,089)	24,661
Animal Friends Pet Insurance	1,090	-	(1,090)	-
Vets Bills	-	-	-	-
Pets at Home	-	-	-	-
	<u>11,357</u>	<u>27,750</u>	<u>(5,590)</u>	<u>33,517</u>
Total funds	<u>251,606</u>	<u>228,498</u>	<u>(183,375)</u>	<u>296,729</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2025

Animal Friends Pet Insurance - This fund was held specifically to be spent on insurance.

Animal Rescue Foundation - This fund was held specifically for capital expenditure on the field shelter. The restricted expenditure on this reserve represents the lifting of depreciation in relation to the restriction on the capital expenditure meeting specific designation of grants received.

Hilda Holmes Trust - This fund is held specifically for capital expenditure towards the new track system. The restricted expenditure on this reserve represents the lifting of depreciation in relation to the restriction on the capital expenditure meeting specific designation of grants received.

Vet Bills - This fund was held specifically to be spent on vet bills. This included grants received from Hilda Holmes Trust, Betty Phillips and Animal Rescue.

Pets at Home - This fund is held specifically for capital expenditure on the new barn. The restricted expenditure on this reserve represents the lifting of depreciation in relation to the restriction on the capital expenditure meeting specific designation of grants received.

18 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 31 August 2025 £
Tangible fixed assets	427,898	93,900	521,798
Current assets	138,593	-	138,593
Current liabilities	(25,143)	-	(25,143)
Creditors over 1 year	(225,334)	-	(225,334)
Total net assets	<u>316,014</u>	<u>93,900</u>	<u>409,914</u>

	Unrestricted funds General £	Restricted funds £	Total funds at 31 August 2024 £
Tangible fixed assets	387,129	33,517	420,646
Current assets	104,696	-	104,696
Current liabilities	(5,269)	-	(5,269)
Creditors over 1 year	(223,344)	-	(223,344)
Total net assets	<u>263,212</u>	<u>33,517</u>	<u>296,729</u>

19 Related party transactions

The land that the Charity operates on was owned by Paul and Tammy Marx. In June 2024 this land was purchased in the form of a loan from the trustee.

At the end of the year there was a balance of £225,489 (2024: £224,675) owed by the Charity to Paul and Tammy. Tammy is a current trustee of the Charity.

MUNCHKINS MINIATURE SHETLAND RESCUE

England & Wales - Charity number 1160509

Accounts

Company registration number: CE002670

Charity registration number: 1160509

Munchkins Miniature Shetland Rescue

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 August 2024



WESTCOTTS

CHARTERED ACCOUNTANTS
& BUSINESS ADVISERS

Munchkins Miniature Shetland Rescue

Contents

Reference and Administrative Details	1
Trustees' Report	2 to 5
Independent Examiner's Report	6
Statement of Financial Activities	7
Balance Sheet	8
Notes to the Financial Statements	9 to 17

Munchkins Miniature Shetland Rescue

Reference and Administrative Details

Trustees T C Marx
K M Lavery
S A Ratcliffe (appointed 19 December 2024)
F E Marx (appointed 19 December 2024)
A G Foxcroft (resigned 14 November 2024)
J E Walters (resigned 17 October 2023)

Charity Registration Number 1160509

Company Registration Number CE002670

Registered Office Morganhayes Farmhouse
Southleigh
Colyton
Devon
EX24 6RY

Independent Examiner Westcotts (SW) LLP
Chartered Accountants
Timberly
South Street
Axminster
Devon
EX13 5AD

Accountants Westcotts
Timberly
South Street
Axminster
Devon
EX13 5AD

Munchkins Miniature Shetland Rescue

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 31 August 2024.

Objectives and activities

Objects and aims

The charitable objective of the charity is 'for the benefit of the public to relieve the suffering of miniature Shetland ponies in need of care and attention and, in particular, to provide and maintain a rescue home or other facilities for the reception, care and treatment of such ponies'.

In the last year we have cared for 63 ponies, of which 20 were new arrivals (including some ponies that have been returned from their foster homes) and 4 have been rehomed. All have been provided with suitable grazing and additional feed, hay and supplements as appropriate. All receive regular veterinary treatment including vaccinations, worming and dental care. In addition, several ponies have been treated for ongoing chronic conditions and many others need specialist management to control laminitis.

Purpose built stables, a sand turn out area and an enrichment mud controlled mat area are available for those which need it and field shelters are also provided. In addition, a large concrete area around the barn is used in adverse weather conditions. We have had a track system installed for use primarily by our laminitic ponies and this track is being continued around our 12.3-acre site. All ponies are checked and handled daily by our team of volunteers, including our Yard Assistant who also ensure that all facilities are kept clean and safe.

We are contacted regularly by members of the public reporting ponies in need or requesting help for their own ponies owing to personal circumstances. In choosing those most in need, the Trustees have regard for the guidance issued by the Charity Commission on public benefit.

Where the physical and behavioural condition of the ponies is suitable, we seek long-term foster homes, which are rigorously checked both before and after placement.

Public benefit

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Munchkins Miniature Shetland Rescue

Trustees' Report

Achievements and performance

Munchkins continues to thrive as a busy and effective rescue centre with a well-established reputation within the UK and overseas. We have been recognised by many visitors and professionals as exemplifying best practice in our work with miniature Shetlands, whose requirements are highly specialised.

Our tenth year as a charity has again been one of many ups and downs. We have remained open to our supporters who are on our 'sponsor a pony scheme'. We now have approximately 60-70 volunteers, and we would like to express our thanks to those volunteers who continue to provide exemplary care for the ponies; a number of these volunteers have additional needs, physical and mental disabilities and some attend with carers. We also offer opportunities for students to undertake their Duke of Edinburgh Awards and work experience placements.

We work very closely with our equine vets – Summerleaze Equine Vets (Kilmington) who provide an outstanding veterinary service for our ponies. We also work closely with our behaviour and massage therapists who work very closely with our ponies and provide detailed expertise and knowledge in this regard.

We were able to attend several local fundraising events which and also visited some local care homes. We held our annual summer fayre which again was extremely successful; this is our main fundraiser of the year and we have over 1,000 members of the public attend. We were lucky enough to receive financial support in the form of grants from the following organisations and we would like to say a big thank you to them for supporting the work that we do. We have also received a number of generous donations from supporters towards our major projects.

Hilda Holmes Trust Fund
Animal Rescue Foundation
The Mills Equus Trust
Pets Foundation
Beryl Evetts and Robert Luff Animal Welfare Trust Limited

Munchkins continues to be a very proud member of the National Equine Welfare Council. NEWC is a nationally recognised body, representing and supporting equine welfare charities throughout the UK. Its aims are to educate and to lobby for regulation and law enforcement to protect the health and welfare of all horses, ponies and donkeys in the UK. By becoming a NEWC member, Munchkins demonstrates that as a charity we have the welfare and care of our ponies as our top priority at all times.

Our on-site portable office is a great asset to us. We are awaiting planning permission from East Devon District Council for the erection of a second barn to include storage for hay/straw/machinery and provide a large sheltered hard standing area for our ponies (especially our elderly herd) to use in adverse weather. This application was submitted in March 2024 and we are still awaiting the decision (February 2025).

Munchkins always strives to provide a safe and comfortable home for our rescued ponies and a beautiful and peaceful place to visit and enjoy.

Munchkins Miniature Shetland Rescue

Trustees' Report

Financial review

The financial statements and the accounting policies used in their preparation comply with all the current statutory requirements and with the governing document.

The Statement of Financial Activities shows the charity had a total income of £228,498 (2023: £165,724) and total expenditure of £183,375 (2023: £126,727) during the period. Income exceeded expenditure in the period by £45,123 (2023: £38,997).

The total reserves held at the year end were £296,729 (2023: £251,606). Of this £33,517 (2023: £11,357) was restricted.

Structure, governance and management

Nature of governing document

Munchkins Miniature Shetland Rescue is a charitable incorporated organisation governed by a constitution dated 16 February 2015. The charity is managed by a group of up to 8 Trustees who are appointed by the existing Trustees.

Organisational structure

Munchkins has no paid employees, but is run by volunteers of whom there are currently 30 adults on roll, plus teenage helpers at the weekends. Most come regularly every week, providing hands-on help with the ponies. Others perform administrative tasks or help to maintain the facilities. Others help on special occasions, notably the annual summer fayre and other fund-raising activities. The Trustees wish to record once again their grateful thanks for the hard work, dedication and commitment of all our volunteers.

Munchkins Miniature Shetland Rescue

Trustees' Report

Statement of trustees' responsibilities

The trustees (who are also the directors of Munchkins Miniature Shetland Rescue for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they 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 its 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 apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records that can 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.

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

The annual report was approved by the trustees of the charity on 26/04/2025 and signed on its behalf by:



T C Marx
Chairman and trustee

Munchkins Miniature Shetland Rescue

Independent Examiner's Report to the trustees of Munchkins Miniature Shetland Rescue ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 August 2024.

Responsibilities and basis of report

As the charity's 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 charity'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

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:

1. accounting records were not kept in respect of Munchkins Miniature Shetland Rescue 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.



Mr S J Carrington FCA
For and on behalf of Westcotts (SW) LLP
Timberly
South Street
Axminster
Devon
EX13 5AD

Date: 30.4.25

Munchkins Miniature Shetland Rescue

Statement of Financial Activities for the Year Ended 31 August 2024 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2024 £	Total 2023 £
Income and Endowments from:					
Donations and legacies	3	187,764	27,750	215,514	152,883
Charitable activities	4	1,044	-	1,044	304
Other trading activities	5	10,489	-	10,489	12,165
Investment income	6	1,451	-	1,451	372
Total income		<u>200,748</u>	<u>27,750</u>	<u>228,498</u>	<u>165,724</u>
Expenditure on:					
Charitable activities	7	<u>(177,785)</u>	<u>(5,590)</u>	<u>(183,375)</u>	<u>(126,727)</u>
Total expenditure		<u>(177,785)</u>	<u>(5,590)</u>	<u>(183,375)</u>	<u>(126,727)</u>
Net income		<u>22,963</u>	<u>22,160</u>	<u>45,123</u>	<u>38,997</u>
Net movement in funds		22,963	22,160	45,123	38,997
Reconciliation of funds					
Total funds brought forward		<u>240,249</u>	<u>11,357</u>	<u>251,606</u>	<u>212,609</u>
Total funds carried forward	17	<u><u>263,212</u></u>	<u><u>33,517</u></u>	<u><u>296,729</u></u>	<u><u>251,606</u></u>

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2023 is shown in note 17.

Munchkins Miniature Shetland Rescue

(Registration number: CE002670)
Balance Sheet as at 31 August 2024

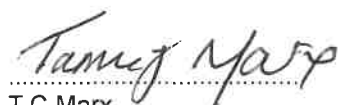
	Note	2024 £	2023 £
Fixed assets			
Tangible assets	12	420,646	141,467
Current assets			
Stocks	13	2,500	1,351
Debtors	14	6,530	14,263
Cash at bank and in hand		<u>95,666</u>	<u>98,094</u>
		104,696	113,708
Creditors: Amounts falling due within one year	15	<u>(5,269)</u>	<u>(3,569)</u>
Net current assets		<u>99,427</u>	<u>110,139</u>
Total assets less current liabilities		520,073	251,606
Creditors: Amounts falling due after more than one year	16	<u>(223,344)</u>	<u>-</u>
Net assets		<u>296,729</u>	<u>251,606</u>
Funds of the charity:			
Restricted income funds			
Restricted funds		33,517	11,357
Unrestricted income funds			
Unrestricted funds		<u>263,212</u>	<u>240,249</u>
Total funds	17	<u>296,729</u>	<u>251,606</u>

For the financial year ending 31 August 2024 the charity 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 charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The financial statements on pages 7 to 17 were approved by the trustees, and authorised for issue on 26/04/2025 and signed on their behalf by:



T C Marx
Chairman and trustee

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2024

1 Charity status

The charity is limited by guarantee, incorporated in England & Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Morganhayes Farmhouse
Southleigh
Colyton
Devon
EX24 6RY

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

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

Statement of compliance

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 (FRS 102)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

Munchkins Miniature Shetland Rescue meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2024

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

There are no judgements or key sources of estimation uncertainty that have a significant risk of causing a material adjustment to assets and liabilities to be disclosed.

Income and endowments

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of the income receivable can be measured reliably.

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2024

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £100.00 or more are initially recorded at cost.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Freehold property	5% straight line
Fixtures and fittings	20% straight line
Motor vehicles	25% reducing balance
Field projects	10% straight line

Stock

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

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.

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2024

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

3 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total 2024 £
Donations	187,764	-	187,764
Grants receivable	-	27,750	27,750
	<u>187,764</u>	<u>27,750</u>	<u>215,514</u>
	Unrestricted funds General £	Restricted funds £	Total 2023 £
Donations	129,843	-	129,843
Grants receivable	17,750	5,290	23,040
	<u>147,593</u>	<u>5,290</u>	<u>152,883</u>

4 Income from charitable activities

	Unrestricted funds General £	Total 2024 £	Total 2023 £
Sale of goods/services as part of direct charitable activities	1,044	1,044	304
	<u>1,044</u>	<u>1,044</u>	<u>304</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2024

5 Income from other trading activities

	Unrestricted funds General £	Total funds £	Total 2023 £
Fund raising events	10,489	10,489	12,165
	<u>10,489</u>	<u>10,489</u>	<u>12,165</u>

6 Investment income

	Unrestricted funds General £	Total 2024 £	Total 2023 £
Bank interest receivable	1,451	1,451	372
	<u>1,451</u>	<u>1,451</u>	<u>372</u>

7 Expenditure on charitable activities

	Note	Unrestricted funds General £	Restricted funds £	Total 2024 £
Charitable activities		102,726	-	102,726
Support costs	8	75,059	5,590	80,649
		<u>177,785</u>	<u>5,590</u>	<u>183,375</u>

	Note	Unrestricted funds General £	Restricted funds £	Total 2023 £
Charitable activities		61,947	-	61,947
Support costs	8	62,882	1,898	64,780
		<u>124,829</u>	<u>1,898</u>	<u>126,727</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2024

8 Analysis of governance and support costs

	Unrestricted funds General £	Restricted funds £	Total 2024 £	Total 2023 £
Human resources	5,027	-	5,027	1,781
Governance costs	6,311	-	6,311	3,755
Premises	5,634	-	5,634	10,043
PayPal fees	238	-	238	985
General office	20,666	1,090	21,756	17,533
Depreciation	24,245	4,500	28,745	22,333
Sundry costs	2,188	-	2,188	1,066
Motor and travelling costs	1,593	-	1,593	1,320
Fundraising costs	6,917	-	6,917	5,964
Loan interest	2,240	-	2,240	-
	<u>75,059</u>	<u>5,590</u>	<u>80,649</u>	<u>64,780</u>

9 Net incoming/outgoing resources

Net incoming resources for the year include:

	2024 £	2023 £
Depreciation of fixed assets	<u>28,745</u>	<u>22,333</u>

10 Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:

K M Lavery

£146 (2023: £33) of expenses were reimbursed to K M Lavery during the year for travel and feed costs.

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any other benefits from the charity during the year.

11 Independent examiner's remuneration

	2024 £	2023 £
Fees payable to the independent examiner for:		
Independent examination of the financial statements	<u>621</u>	<u>578</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2024

12 Tangible fixed assets

	Freehold land and buildings £	Furniture and equipment £	Motor vehicles £	Field projects £	Total £
Cost					
At 1 September 2023	94,866	19,587	50,862	85,769	251,084
Additions	<u>238,615</u>	<u>14,498</u>	<u>-</u>	<u>54,811</u>	<u>307,924</u>
At 31 August 2024	<u>333,481</u>	<u>34,085</u>	<u>50,862</u>	<u>140,580</u>	<u>559,008</u>
Depreciation					
At 1 September 2023	25,754	10,367	32,874	40,622	109,617
Charge for the year	<u>5,002</u>	<u>5,876</u>	<u>4,498</u>	<u>13,369</u>	<u>28,745</u>
At 31 August 2024	<u>30,756</u>	<u>16,243</u>	<u>37,372</u>	<u>53,991</u>	<u>138,362</u>
Net book value					
At 31 August 2024	<u>302,725</u>	<u>17,842</u>	<u>13,490</u>	<u>86,589</u>	<u>420,646</u>
At 31 August 2023	<u>69,112</u>	<u>9,220</u>	<u>17,988</u>	<u>45,147</u>	<u>141,467</u>

13 Stock

	2024 £	2023 £
Stocks	<u>2,500</u>	<u>1,351</u>

14 Debtors

	2024 £	2023 £
Accrued income	<u>6,530</u>	<u>14,263</u>

15 Creditors: amounts falling due within one year

	2024 £	2023 £
Trade creditors	297	2,494
Loans	1,331	-
Accruals	<u>3,641</u>	<u>1,075</u>
	<u>5,269</u>	<u>3,569</u>

16 Creditors: amounts falling due after one year

	2024 £	2023 £
Loans	<u>223,344</u>	<u>-</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2024

17 Funds

	Balance at 1 September 2023 £	Incoming resources £	Resources expended £	Balance at 31 August 2024 £
Unrestricted funds				
<i>General</i>				
General Funds	240,249	200,748	(175,545)	265,452
Restricted funds				
Animal Rescue Foundation	5,267	4,000	(411)	8,856
Hilda Holmes Trust	5,000	23,750	(4,089)	24,661
Animal Friends Pet Insurance	1,090	-	(1,090)	-
	<u>11,357</u>	<u>27,750</u>	<u>(5,590)</u>	<u>33,517</u>
Total funds	<u>251,606</u>	<u>228,498</u>	<u>(181,135)</u>	<u>298,969</u>
	Balance at 1 September 2022 £	Incoming resources £	Resources expended £	Balance at 31 August 2023 £
Unrestricted funds				
<i>General</i>				
General Funds	204,644	160,434	(124,829)	240,249
Restricted funds				
Animal Rescue Foundation	1,678	4,000	(411)	5,267
Hilda Holmes Trust	5,000	-	-	5,000
Animal Friends Pet Insurance	1,287	1,290	(1,487)	1,090
	<u>7,965</u>	<u>5,290</u>	<u>(1,898)</u>	<u>11,357</u>
Total funds	<u>212,609</u>	<u>165,724</u>	<u>(126,727)</u>	<u>251,606</u>

Animal Friends Pet Insurance - This fund was held specifically to be spent on insurance.

Animal Rescue Foundation - This fund was held specifically for capital expenditure on the field shelter.

Hilda Holmes Trust - This fund is held specifically for capital expenditure towards the new track system.

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2024

18 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 31 August 2024 £
Tangible fixed assets	387,129	33,517	420,646
Current assets	104,696	-	104,696
Current liabilities	(5,269)	-	(5,269)
Creditors over 1 year	<u>(223,344)</u>	<u>-</u>	<u>(223,344)</u>
Total net assets	<u>263,212</u>	<u>33,517</u>	<u>296,729</u>

	Unrestricted funds General £	Restricted funds £	Total funds at 31 August 2023 £
Tangible fixed assets	140,200	1,267	141,467
Current assets	103,618	10,090	113,708
Current liabilities	<u>(3,569)</u>	<u>-</u>	<u>(3,569)</u>
Total net assets	<u>240,249</u>	<u>11,357</u>	<u>251,606</u>

19 Related party transactions

The land that the Charity operates on was owned by Paul and Tammy Marx. During the year this land was purchased in the form of a loan from the trustee, the addition can be seen in Freehold additions.

At the end of the year there was a balance of £224,675 owed by the Charity to Paul and Tammy. Tammy is a current trustee of the Charity.

MUNCHKINS MINIATURE SHETLAND RESCUE

England & Wales - Charity number 1160509

Accounts

Company registration number: CE002670

Charity registration number: 1160509

Munchkins Miniature Shetland Rescue

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 August 2023



WESTCOTTS

CHARTERED ACCOUNTANTS
& BUSINESS ADVISERS

Munchkins Miniature Shetland Rescue

Contents

Reference and Administrative Details	1
Trustees' Report	2 to 5
Independent Examiner's Report	6
Statement of Financial Activities	7
Balance Sheet	8
Notes to the Financial Statements	9 to 19

Munchkins Miniature Shetland Rescue

Reference and Administrative Details

Trustees:
T C Marx
A G Foxcroft (appointed 15 March 2023)
K M Lavery (appointed 5 January 2023)
J E Walters (resigned 17 October 2023)
Dr J Richardson (resigned 9 December 2022)
J Ward (resigned 14 December 2022)
C Harris (resigned 7 December 2022)

Charity Registration Number 1160509

Company Registration Number CE002670

Registered Office
Morganhayes Farmhouse
Southleigh
Colyton
Devon
EX24 6RY

Independent Examiner
Mr S J Carrington FCA
For and on behalf of Westcotts (SW) LLP
Chartered Accountants
Timberly
South Street
Axminster
Devon
EX13 5AD

Accountants
Westcotts
Timberly
South Street
Axminster
Devon
EX13 5AD

Munchkins Miniature Shetland Rescue

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 31 August 2023.

Objectives and activities

Objects and aims

The charitable objective of the charity is 'for the benefit of the public to relieve the suffering of miniature Shetland ponies in need of care and attention and, in particular, to provide and maintain a rescue home or other facilities for the reception, care and treatment of such ponies'.

In the last year we have cared for 50 ponies, of which 16 were new arrivals (including some ponies that have been returned from their foster homes) and 4 have been rehomed. All have been provided with suitable grazing and additional feed, hay and supplements as appropriate. All receive regular veterinary treatment including vaccinations, worming and dental care. In addition, several ponies have been treated for ongoing chronic conditions and many others need specialist management to control laminitis.

Purpose built stables, a sand turn out area and an enrichment area are available for those which need it and field shelters are also provided. In addition, a large concrete area around the barn is used in adverse weather conditions. We have had a track system installed for use primarily by our laminitic ponies. All ponies are checked and handled daily by our team of volunteers, including our two Yard Assistants and a Stable Assistant who also ensure that all facilities are kept clean and safe.

We are contacted regularly by members of the public reporting ponies in need or requesting help for their own ponies owing to personal circumstances. In choosing those most in need, the Trustees have regard for the guidance issued by the Charity Commission on public benefit.

Where the physical and behavioural condition of the ponies is suitable, we seek long-term foster homes, which are rigorously checked both before and after placement.

Public benefit

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Achievements and performance

Munchkins continues to thrive as a busy and effective rescue centre with a well-established reputation within the UK and overseas. We have been recognised by many visitors and professionals as exemplifying best practice in our work with miniature Shetlands, whose requirements are highly specialised.

Our ninth year as a charity has again been one of many ups and downs. We have remained open to our supporters who are on our 'sponsor a pony scheme'. We now have approximately 60 volunteers and we would like to express our thanks to those volunteers who continue to provide exemplary care for the ponies; a number of these volunteers have additional needs, physical and mental disabilities and some attend with carers.

Munchkins Miniature Shetland Rescue

Trustees' Report

We were able to attend several local fundraising events which and also visited some local care homes. We held our annual summer fayre which was extremely successful (I think our most successful yet); this is our main fundraiser of the year. We were lucky enough to receive financial support in the form of grants from the following organisations and we would like to say a big thank you to them for supporting the work that we do.

- The Hilda Holmes Trust Fund
- The Norman Family Charitable Trust
- The Woodfield Trust
- Marchig Animal Welfare Trust
- Animal Rescue Foundation
- Animal Friends Pet Insurance
- The Constance Travis Charitable Trust
- The Graham Kirkham Foundation
- The Lennox Hannay Charitable Trust
- The Antony Hornby Charitable Trust
- The Orr Mackintosh Foundation

Munchkins continues to be a very proud member of the National Equine Welfare Council. NEWC is a nationally recognised body, representing and supporting equine welfare charities throughout the UK. Its aims are to educate and to lobby for regulation and law enforcement to protect the health and welfare of all horses, ponies and donkeys in the UK. By becoming a NEWC member, Munchkins demonstrates that as a charity we have the welfare and care of our ponies as our top priority at all times. Munchkins was delighted to have been nominated again as a finalist in the Equestrian Business Awards (Charity of the Year) and attended the prize giving ceremony in Peterborough on 25th November. Again, we were runners up to Shy Lowen Horse and Pony Sanctuary who are based in Liverpool. We were also delighted that our Founder/Chair of Trustees and Manager, Tammy Marx had been shortlisted as one of four nominees to win Horse & Hound Inspiration of the Year at the Horse & Hound awards on 22nd November.

We now have an on-site portable office (portacabin) and plans are fully underway for the renovation of our existing barn to include a veterinary room, a conference/rest room for our volunteers and toilet facilities. We are also applying for planning permission for the erection of a second barn to include storage for hay/straw/machinery and provide a large sheltered hard standing area for our ponies to use in adverse weather.

Munchkins always strives to provide a safe and comfortable home for our rescued ponies and a beautiful and peaceful place to visit and enjoy.

Financial review

The financial statements and the accounting policies used in their preparation comply with all the current statutory requirements and with the governing document.

The Statement of Financial Activities shows the charity had a total income of £165,724 (2022: £124,310) and total expenditure of £126,727 (2022: £122,222) during the period. Income exceeded expenditure in the period by £38,997 (2022: £2,088).

The total reserves held at the year end were £251,606 (2022: £212,609). Of this £11,357 (2022: £7,965) was restricted.

The Trustees aim to maintain a current balance sufficient for at least six months' essential running costs. This balance also allows for unexpected costs such as major vet bills or infrastructure repairs. The Trustees take care to consider further improvements and to prioritise spending on future projects. Munchkins continues to raise funds from the public by way of donations and fund-raising events.

Munchkins Miniature Shetland Rescue

Trustees' Report

Structure, governance and management

Munchkins Miniature Shetland Rescue is a charitable incorporated organisation governed by a constitution dated 16 February 2015. The charity is managed by a group of up to 8 Trustees who are appointed by the existing Trustees.

Munchkins has no paid employees, but is run by volunteers of whom there are currently 30 adults on roll, plus teenage helpers at the weekends. Most come regularly every week, providing hands-on help with the ponies. Others perform administrative tasks or help to maintain the facilities. Others help on special occasions, notably the annual summer fayre and other fund-raising activities. The Trustees wish to record once again their grateful thanks for the hard work, dedication and commitment of all our volunteers.

Statement of trustees' responsibilities

The trustees (who are also the directors of Munchkins Miniature Shetland Rescue for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". The report and accounts have been prepared in accordance with the provisions in the Companies Act 2006 relating to small companies.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they 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 its 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 apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records that can 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.

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

Small companies provision statement

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

Munchkins Miniature Shetland Rescue

Trustees' Report

The annual report was approved by the trustees of the charity on 02/05/24 and signed on its behalf by:

Tammy Marx

T C Marx
Chairman and trustee

Munchkins Miniature Shetland Rescue

Independent Examiner's Report to the trustees of Munchkins Miniature Shetland Rescue ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 August 2023.

Responsibilities and basis of report

As the charity's 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').

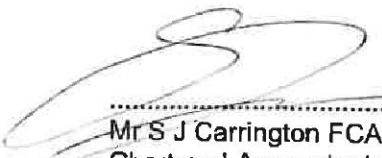
Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). 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

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:

1. accounting records were not kept in respect of Munchkins Miniature Shetland Rescue 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.


.....
Mr S J Carrington FCA
Chartered Accountants
For and on behalf of Westcotts (SW) LLP
Timberly
South Street
Axminster
Devon
EX13 5AD

Date: 15.5.2024
.....

Munchkins Miniature Shetland Rescue

Statement of Financial Activities for the Year Ended 31 August 2023 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2023 £	Total 2022 £
Income and Endowments from:					
Donations and legacies	3	147,593	5,290	152,883	101,301
Charitable activities	4	304	-	304	7,192
Other trading activities	5	12,165	-	12,165	15,811
Investment income	6	372	-	372	6
Total income		<u>160,434</u>	<u>5,290</u>	<u>165,724</u>	<u>124,310</u>
Expenditure on:					
Charitable activities	7	<u>(124,829)</u>	<u>(1,898)</u>	<u>(126,727)</u>	<u>(122,222)</u>
Total expenditure		<u>(124,829)</u>	<u>(1,898)</u>	<u>(126,727)</u>	<u>(122,222)</u>
Net income		<u>35,605</u>	<u>3,392</u>	<u>38,997</u>	<u>2,088</u>
Net movement in funds		35,605	3,392	38,997	2,088
Reconciliation of funds					
Total funds brought forward		<u>204,644</u>	<u>7,965</u>	<u>212,609</u>	<u>210,521</u>
Total funds carried forward	17	<u>240,249</u>	<u>11,357</u>	<u>251,606</u>	<u>212,609</u>

All of the charity's activities derive from continuing operations during the above two periods.
The funds breakdown for 2022 is shown in note 17.

Munchkins Miniature Shetland Rescue

(Registration number: CE002670)
Balance Sheet as at 31 August 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	13	141,467	141,235
Current assets			
Stocks	14	1,351	1,351
Debtors	15	14,263	6,189
Cash at bank and in hand		98,094	66,295
		<u>113,708</u>	<u>73,835</u>
Creditors: Amounts falling due within one year	16	<u>(3,569)</u>	<u>(2,461)</u>
Net current assets		<u>110,139</u>	<u>71,374</u>
Net assets		<u>251,606</u>	<u>212,609</u>
Funds of the charity:			
Restricted income funds			
Restricted funds		11,357	7,965
Unrestricted income funds			
Unrestricted funds		<u>240,249</u>	<u>204,644</u>
Total funds	17	<u>251,606</u>	<u>212,609</u>

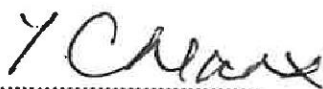
For the financial year ending 31 August 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

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

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The financial statements on pages 7 to 19 were approved by the trustees, and authorised for issue on 22.8.24 and signed on their behalf by:



T C Marx
Chairman and trustee

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2023

1 Charity status

The charity is limited by guarantee, incorporated in England & Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Morganhayes Farmhouse
Southleigh
Colyton
Devon
EX24 6RY

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

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

Statement of compliance

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 (FRS 102)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

Munchkins Miniature Shetland Rescue meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Summary of disclosure exemptions

The Charity has taken advantage of the exemption on FRS102 from the requirement to produce a cashflow statement because it is a small charity..

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2023

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

There are no judgements or key sources of estimation uncertainty that have a significant risk of causing a material adjustment to assets and liabilities to be disclosed.

Income and endowments

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of the income receivable can be measured reliably.

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2023

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £100.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Leasehold property	5% straight line
Fixtures and fittings	20% straight line
Motor vehicles	25% reducing balance
Field projects	10% straight line

Stock

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

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.

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2023

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2023

Debt instruments

Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

(a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.

(b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.

(c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).

(d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.

(e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.

(f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

Investments

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2023

3 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total 2023 £
Donations	129,843	-	129,843
Grants receivable	17,750	5,290	23,040
	<u>147,593</u>	<u>5,290</u>	<u>152,883</u>
	Unrestricted funds General £	Restricted funds £	Total 2022 £
Donations	78,301	-	78,301
Grants receivable	15,000	8,000	23,000
	<u>93,301</u>	<u>8,000</u>	<u>101,301</u>

4 Income from charitable activities

	Unrestricted funds General £	Total 2023 £	Total 2022 £
Sale of goods/services as part of direct charitable activities	304	304	7,192

5 Income from other trading activities

	Unrestricted funds General £	Total funds £	Total 2022 £
Fund raising events	12,165	12,165	15,811
	<u>12,165</u>	<u>12,165</u>	<u>15,811</u>

6 Investment income

	Unrestricted funds General £	Total 2023 £	Total 2022 £
Bank interest receivable	372	372	6

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2023

7 Expenditure on charitable activities

	Note	Unrestricted funds General £	Restricted funds £	Total 2023 £
Charitable activities		61,947	-	61,947
Support costs	8	62,882	1,898	64,780
		<u>124,829</u>	<u>1,898</u>	<u>126,727</u>

	Note	Unrestricted funds General £	Restricted funds £	Total 2022 £
Charitable activities		62,543	-	62,543
Support costs	8	56,889	2,790	59,679
		<u>119,432</u>	<u>2,790</u>	<u>122,222</u>

8 Analysis of governance and support costs

	Unrestricted funds General £	Restricted funds £	Total 2023 £	Total 2022 £
Human resources	1,781	-	1,781	3,544
Governance costs	3,755	-	3,755	1,758
Premises	10,043	-	10,043	7,211
PayPal fees	985	-	985	1,585
General office	16,046	1,487	17,533	11,561
Depreciation	21,922	411	22,333	22,510
Sundry costs	1,066	-	1,066	673
Motor and travelling costs	1,320	-	1,320	1,840
Fundraising costs	5,964	-	5,964	8,997
	<u>62,882</u>	<u>1,898</u>	<u>64,780</u>	<u>59,679</u>

9 Net incoming/outgoing resources

Net incoming resources for the year include:

	2023 £	2022 £
Depreciation of fixed assets	<u>22,333</u>	<u>22,510</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2023

10 Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:

Dr J Richardson

£196 (2022: £Nil) of expenses were reimbursed to Dr J Richardson during the year for travel costs.

K M Lavery

£33 (2022: £Nil) of expenses were reimbursed to K M Lavery during the year for sundry costs.

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any other benefits from the charity during the year.

The land that the Charity operates on is owned by one of the trustees. The Charity does not pay rent and there is a lease in place until 2030. The Charity received £140 per month from this trustee to cover the cost of stock used by her own personal horses.

11 Staff costs

The aggregate payroll costs were as follows:

	2023 £	2022 £
Staff costs during the year were:		
Wages and salaries	-	-

The monthly average number of persons (including senior management / leadership team) employed by the charity during the year expressed as full time equivalents was as follows:

	2023 No	2022 No
The Average head count of employees during the year	-	-

No employee received emoluments of more than £60,000 during the year.

12 Independent examiner's remuneration

	2023 £	2022 £
Fees payable to the independent examiner for:		
Independent examination of the financial statements	<u>578</u>	<u>538</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2023

13 Tangible fixed assets

	Leasehold land and buildings £	Furniture and equipment £	Motor vehicles £	Field projects £	Total £
Cost					
At 1 September 2022	78,880	15,958	50,862	82,819	228,519
Additions	<u>15,986</u>	<u>3,629</u>	<u>-</u>	<u>2,950</u>	<u>22,565</u>
At 31 August 2023	<u>94,866</u>	<u>19,587</u>	<u>50,862</u>	<u>85,769</u>	<u>251,084</u>
Depreciation					
At 1 September 2022	21,011	7,351	26,877	32,045	87,284
Charge for the year	<u>4,743</u>	<u>3,016</u>	<u>5,997</u>	<u>8,577</u>	<u>22,333</u>
At 31 August 2023	<u>25,754</u>	<u>10,367</u>	<u>32,874</u>	<u>40,622</u>	<u>109,617</u>
Net book value					
At 31 August 2023	<u>69,112</u>	<u>9,220</u>	<u>17,988</u>	<u>45,147</u>	<u>141,467</u>
At 31 August 2022	<u>57,869</u>	<u>8,607</u>	<u>23,985</u>	<u>50,774</u>	<u>141,235</u>

14 Stock

	2023 £	2022 £
Stocks	<u>1,351</u>	<u>1,351</u>

15 Debtors

	2023 £	2022 £
Accrued income	<u>14,263</u>	<u>6,189</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2023

16 Creditors: amounts falling due within one year

	2023 £	2022 £
Trade creditors	2,494	1,396
Accruals	1,075	1,065
	<u>3,569</u>	<u>2,461</u>

17 Funds

	Balance at 1 September 2022 £	Incoming resources £	Resources expended £	Balance at 31 August 2023 £
Unrestricted funds				
<i>General</i>				
General Funds	204,644	160,434	(124,829)	240,249
Restricted funds				
Animal Rescue Foundation	1,678	4,000	(411)	5,267
Hilda Holmes Trust	5,000	-	-	5,000
Animal Friends Pet Insurance	1,287	1,290	(1,487)	1,090
	<u>7,965</u>	<u>5,290</u>	<u>(1,898)</u>	<u>11,357</u>
Total funds	<u>212,609</u>	<u>165,724</u>	<u>(126,727)</u>	<u>251,606</u>
	Balance at 1 September 2021 £	Incoming resources £	Resources expended £	Balance at 31 August 2022 £
Unrestricted funds				
<i>General</i>				
General Funds	207,766	116,310	(119,432)	204,644
Restricted funds				
Tesco Groundworks	666	-	(666)	-
Animal Rescue Foundation	2,089	-	(411)	1,678
Hilda Holmes Trust	-	5,000	-	5,000
Animal Friends Pet Insurance	-	3,000	(1,713)	1,287
	<u>2,755</u>	<u>8,000</u>	<u>(2,790)</u>	<u>7,965</u>
Total funds	<u>210,521</u>	<u>124,310</u>	<u>(122,222)</u>	<u>212,609</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements for the Year Ended 31 August 2023

Tesco Groundworks - This fund was held specifically to be spent on horse lorry maintenance.

Animal Friends Pet Insurance - This fund was held specifically to be spent on insurance.

Animal Rescue Foundation - This fund was held specifically for capital expenditure on the field shelter.

Hilda Holmes Trust - This fund is held specifically for capital expenditure towards the new track system.

18 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 31 August 2023 £
Tangible fixed assets	140,200	1,267	141,467
Current assets	103,618	10,090	113,708
Current liabilities	(3,569)	-	(3,569)
Total net assets	240,249	11,357	251,606

	Unrestricted funds General £	Restricted funds £	Total funds at 31 August 2022 £
Tangible fixed assets	139,557	1,678	141,235
Current assets	67,548	6,287	73,835
Current liabilities	(2,461)	-	(2,461)
Total net assets	204,644	7,965	212,609

MUNCHKINS MINIATURE SHETLAND RESCUE

England & Wales - Charity number 1160509

Accounts

CHARITY REGISTRATION NUMBER: 1160509

Munchkins Miniature Shetland Rescue
Unaudited Financial Statements
31 August 2022

Munchkins Miniature Shetland Rescue

Financial Statements

Year ended 31 August 2022

	Page
Trustees' annual report	1
Independent examiner's report to the trustees	5
Statement of financial activities	6
Statement of financial position	7
Notes to the financial statements	8

Munchkins Miniature Shetland Rescue

Trustees' Annual Report

Year ended 31 August 2022

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 August 2022.

Reference and administrative details

Registered charity name Munchkins Miniature Shetland Rescue

Charity registration number 1160509

Principal office Morganhayes Farmhouse
Southleigh
Colyton
Devon
EX24 6RY

The trustees

T Marx	
A Leggett	Resigned 11 May 2022
N Hitchcock	Resigned 9 September 2021
J Walters	
M Dean	Resigned 8 January 2022
Dr J Richardson	Resigned 9 December 2022
J Ward	Resigned 14 December 2022
C Harris	Resigned 7 December 2022
A Foxcroft	Appointed 15 March 2023
K Lavery	Appointed 5 January 2023

Independent examiner Mr S J Carrington FCA
For and on behalf of Westcotts (SW) LLP
Chartered Accountants
Timberly
South Street
Axminster
Devon
England
EX13 5AD

Munchkins Miniature Shetland Rescue

Trustees' Annual Report *(continued)*

Year ended 31 August 2022

Structure, governance and management

Munchkins Miniature Shetland Rescue is a charitable incorporated organisation governed by a constitution dated 16 February 2015. The charity is managed by a group of up to 8 Trustees who are appointed by the existing Trustees.

Munchkins has no paid employees, but is run by volunteers of whom there are currently 30 adults on roll, plus teenage helpers at the weekends. Most come regularly every week, providing hands-on help with the ponies. Others perform administrative tasks or help to maintain the facilities. Others help on special occasions, notably the annual summer fayre and other fund-raising activities. The Trustees wish to record once again their grateful thanks for the hard work, dedication and commitment of all our volunteers.

Objectives and activities

The charitable objective of the charity is 'for the benefit of the public to relieve the suffering of miniature Shetland ponies in need of care and attention and, in particular, to provide and maintain a rescue home or other facilities for the reception, care and treatment of such ponies.'

In the last year we have cared for 56 ponies, of which 11 were new arrivals and 14 have been rehomed. All have been provided with suitable grazing and additional feed, hay and supplements as appropriate. All receive regular veterinary treatment including vaccinations, worming and dental care. In addition, several ponies have been treated for ongoing chronic conditions and many others need specialist management to control laminitis.

Purpose built stables and sand turn out area are available for those which need it and field shelters are also provided. In addition, a large concrete area around the barn is used in adverse weather conditions. We are working on a new track system for use primarily by laminitic ponies. All ponies are checked and handled daily by our team of volunteers, who also ensure that all facilities are kept clean and safe.

We are contacted regularly by members of the public reporting ponies in need or requesting help for their own ponies owing to personal circumstances. In choosing those most in need, the Trustees have regard for the guidance issued by the Charity Commission on public benefit.

Where the physical and behavioural condition of the ponies is suitable, we seek long-term foster homes, which are rigorously checked both before and after placement.

Public benefit

In planning the activities for the year, the Trustees have kept in mind the Charity Commission guidance on public benefit.

Munchkins Miniature Shetland Rescue

Trustees' Annual Report *(continued)*

Year ended 31 August 2022

Achievements and performance

Munchkins continues to thrive as a busy and effective rescue centre with a well-established reputation within the UK and overseas. We have been recognised by many visitors and professionals as exemplifying best practice in our work with miniature Shetlands, whose requirements are highly specialised.

Our eighth year as a charity has again been one of many ups and downs following on from the Covid-19 pandemic. The centre was pleased to open up again after the pandemic and we have been able to welcome visits from members of the public who are on our 'sponsor a pony scheme'. We also begun gradually increasing our volunteer numbers again once restrictions allowed and we would like to express our thanks to those volunteers who continue to provide exemplary care for the ponies.

We were able to attend a number of local summer fundraising events but, unfortunately, some were cancelled due to bad weather. We held our annual summer fayre which was very successful, being our main fundraiser of the year. We were lucky enough to receive financial support in the form of grants from the following organisations and we would like to say a big thank you to them for supporting the work that we do.

- Animal Friends Pet Insurance
- Movement for Good (Ecclesiastical)
- The Hilda Homes Trust Fund

Munchkins continues to be a very proud member of the National Equine Welfare Council. NEWC is a nationally recognised body, representing and supporting equine welfare charities throughout the UK. Its aims are to educate and to lobby for regulation and law enforcement to protect the health and welfare of all horses, ponies and donkeys in the UK. By becoming a NEWC member, Munchkins demonstrates that as a charity we have the welfare and care of our ponies as our top priority at all times. In October 2022 Munchkins was delighted to have been nominated as a finalist in the Equestrian Business Awards (Charity of the Year) and attended the prize giving ceremony in Nottingham. We were runners up to Redwings, the largest horse and pony charity in the UK. We were delighted. On 1st November 2022, HAPPA (Horses and Ponies Protection Association) contacted our Manager and Founder, Tammy Marx to announce that she had been awarded the Ken Cranage Memorial Trophy which is presented to an employee or volunteer from any recognised agency who has made an outstanding contribution to equine welfare.

We have now installed CCTV and are looking forward to working towards the erection of a new barn, a new track system, an office and possible veterinary room hopefully in the coming year.

Munchkins provides a safe and comfortable home for our rescued ponies and a beautiful and peaceful place to visit and enjoy.

Financial review

The financial statements and the accounting policies used in their preparation comply with all the current statutory requirements and with the governing document.

The Statement of Financial Activities shows the charity had total income of £124,310 (2021: £115,076) and total expenditure of £122,222 (2021: £93,952) during the period. Expenditure exceeded income in the period by £2,088 (2021: £21,124).

The total reserves held at the year end were £212,609 (2021: £210,521). Of this £7,965 (2021: £2,755) was restricted.

Munchkins Miniature Shetland Rescue

Trustees' Annual Report *(continued)*

Year ended 31 August 2022

The Trustees aim to maintain a current balance sufficient for at least six months' essential running costs. This balance also allows for unexpected costs such as major vet bills or infrastructure repairs. The Trustees take care to consider further improvements and to prioritise spending on future projects. Munchkins continues to raise funds from the public by way of donations and fund-raising events.

The trustees' annual report was approved on 13/06/23 and signed on behalf of the board of trustees by:



T Marx
Trustee



J Walters
Trustee

Munchkins Miniature Shetland Rescue

Independent Examiner's Report to the Trustees of Munchkins Miniature Shetland Rescue

Year ended 31 August 2022

I report to the trustees on my examination of the financial statements of Munchkins Miniature Shetland Rescue ('the charity') for the year ended 31 August 2022.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').


I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material 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 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.



Mr S J Carrington FCA
For and on behalf of Westcotts (SW) LLP
Timberly
South Street
Axminster
Devon
England
EX13 5AD

20-6-2023

Munchkins Miniature Shetland Rescue

Statement of Financial Activities

Year ended 31 August 2022

		Unrestricted funds	2022 Restricted funds	Total funds	2021 Total funds
	Note	£	£	£	£
Income and endowments					
Donations and legacies	4	93,301	8,000	101,301	94,558
Charitable activities	5	7,192	–	7,192	17,033
Other trading activities	6	15,811	–	15,811	3,482
Investment income	7	6	–	6	3
Total income		<u>116,310</u>	<u>8,000</u>	<u>124,310</u>	<u>115,076</u>
Expenditure					
Expenditure on charitable activities	8,9	119,432	2,790	122,222	93,952
Total expenditure		<u>119,432</u>	<u>2,790</u>	<u>122,222</u>	<u>93,952</u>
Net income and net movement in funds		<u>(3,122)</u>	<u>5,210</u>	<u>2,088</u>	<u>21,124</u>
Reconciliation of funds					
Total funds brought forward		207,766	2,755	210,521	189,397
Total funds carried forward		<u>204,644</u>	<u>7,965</u>	<u>212,609</u>	<u>210,521</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 8 to 16 form part of these financial statements.


Munchkins Miniature Shetland Rescue

Statement of Financial Position

31 August 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible fixed assets	15	141,235	149,511
Current assets			
Stocks	16	1,351	487
Debtors	17	6,189	4,336
Cash at bank and in hand		66,295	58,951
		<u>73,835</u>	<u>63,774</u>
Creditors: amounts falling due within one year	18	2,461	2,764
Net current assets		<u>71,374</u>	<u>61,010</u>
Total assets less current liabilities		<u>212,609</u>	<u>210,521</u>
Net assets		<u>212,609</u>	<u>210,521</u>
Funds of the charity			
Restricted funds		7,965	2,755
Unrestricted funds		204,644	207,766
Total charity funds	19	<u>212,609</u>	<u>210,521</u>

These financial statements were approved by the board of trustees and authorised for issue on, and are signed on behalf of the board by:


T Marx
Trustee

J Walters
Trustee



The notes on pages 8 to 16 form part of these financial statements.

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements

Year ended 31 August 2022

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is Morganhayes Farmhouse, Southleigh, Colyton, Devon, EX24 6RY.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

The Trustees have prepared the accounts on the going concern basis as there are no future planned or committed expenditure beyond that which can be supported from known income or current levels of reserves.

Disclosure exemptions

The Charity has taken advantage of the exemption in FRS102 from the requirement to produce a cashflow statement because it is a small charity.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

There are no judgements or key sources of estimation uncertainty that have a significant risk of causing a material adjustment to assets and liabilities to be disclosed.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for a particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal.

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements *(continued)*

Year ended 31 August 2022

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements *(continued)*

Year ended 31 August 2022

3. Accounting policies *(continued)*

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	-	5% straight line
Fixtures and fittings	-	20% straight line
Motor vehicles	-	25% reducing balance
Field projects	-	10% straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Stocks

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

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements *(continued)*

Year ended 31 August 2022

3. Accounting policies *(continued)*

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations	78,301	–	78,301
Grants receivable	15,000	8,000	23,000
Sponsorship	–	–	–
	<u>93,301</u>	<u>8,000</u>	<u>101,301</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements *(continued)*

Year ended 31 August 2022

4. Donations and legacies *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations	68,828	–	68,828
Grants receivable	14,500	11,000	25,500
Sponsorship	230	–	230
	<u>83,558</u>	<u>11,000</u>	<u>94,558</u>

5. Charitable activities

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Sale of goods/services as part of direct charitable activities	<u>7,192</u>	<u>7,192</u>	<u>17,033</u>	<u>17,033</u>

6. Other trading activities

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Fundraising events	<u>15,811</u>	<u>15,811</u>	<u>3,482</u>	<u>3,482</u>

7. Investment income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Bank interest receivable	<u>6</u>	<u>6</u>	<u>3</u>	<u>3</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements (continued)

Year ended 31 August 2022

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Charitable activities	62,543	–	62,543
Support costs	56,889	2,790	59,679
	<u>119,432</u>	<u>2,790</u>	<u>122,222</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Charitable activities	38,665	7,500	46,165
Support costs	47,042	745	47,787
	<u>85,707</u>	<u>8,245</u>	<u>93,952</u>

9. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2022 £	Total fund 2021 £
Charitable activities	<u>62,543</u>	<u>59,679</u>	<u>122,222</u>	<u>93,952</u>

10. Support costs

	Total 2022 £	Total 2021 £
Premises	7,211	4,936
PayPal fees	1,585	2,311
General office	11,561	8,495
Human resources	3,544	1,136
Governance costs	1,758	2,215
Depreciation	22,510	23,599
Sundry costs	673	219
Motor and travelling costs	1,840	1,614
Fundraising costs	8,997	3,202
	<u>59,679</u>	<u>47,727</u>

11. Net income

Net income is stated after charging/(crediting):

	2022 £	2021 £
Depreciation of tangible fixed assets	<u>22,510</u>	<u>23,599</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements *(continued)*

Year ended 31 August 2022

12. Independent examination fees

	2022 £	2021 £
Fees payable to the independent examiner for: Independent examination of the financial statements	538	500

13. Staff costs

The average head count of employees during the year was Nil (2021: Nil).

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

14. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

The land that the Charity operates on is owned by one of the trustees. The Charity does not pay rent and there is a lease in place until 2030. The Charity receives £140 per month from this trustee to cover the cost of the stock used by her own personal horses.

During the year, expenses totalling £146 (2021: £467) were reimbursed to one (2021: two) of the trustees.

15. Tangible fixed assets

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Field projects £	Total £
Cost					
At 1 September 2021	78,880	6,561	50,862	77,982	214,285
Additions	–	9,397	–	4,837	14,234
At 31 August 2022	<u>78,880</u>	<u>15,958</u>	<u>50,862</u>	<u>82,819</u>	<u>228,519</u>
Depreciation					
At 1 September 2021	17,067	5,062	18,882	23,763	64,774
Charge for the year	3,944	2,289	7,995	8,282	22,510
At 31 August 2022	<u>21,011</u>	<u>7,351</u>	<u>26,877</u>	<u>32,045</u>	<u>87,284</u>
Carrying amount					
At 31 August 2022	<u>57,869</u>	<u>8,607</u>	<u>23,985</u>	<u>50,774</u>	<u>141,235</u>
At 31 August 2021	<u>61,813</u>	<u>1,499</u>	<u>31,980</u>	<u>54,219</u>	<u>149,511</u>

16. Stocks

	2022 £	2021 £
Raw materials and consumables	1,351	487

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements (continued)

Year ended 31 August 2022

17. Debtors

	2022	2021
	£	£
Prepayments and accrued income	6,189	4,036
Other debtors	—	300
	<u>6,189</u>	<u>4,336</u>

18. Creditors: amounts falling due within one year

	2022	2021
	£	£
Trade creditors	1,396	1,609
Accruals and deferred income	1,065	1,155
	<u>2,461</u>	<u>2,764</u>

19. Analysis of charitable funds

Unrestricted funds

	At 1 September 2021	Income £	Expenditure £	At 31 August 20 22
General funds	<u>207,766</u>	<u>116,310</u>	<u>(119,432)</u>	<u>204,644</u>

	At 1 September 2020	Income £	Expenditure £	At 31 August 20 21
General funds	<u>189,397</u>	<u>104,076</u>	<u>(85,707)</u>	<u>207,766</u>

Restricted Funds

	At 1 September 2021	Income £	Expenditure £	At 31 August 20 22
Tesco Groundworks	666	—	(666)	—
Animal Friends Pet Insurance	—	3,000	(1,713)	1,287
Animal Rescue Foundation	2,089	—	(411)	1,678
Pets at Home Foundation	—	—	—	—
Hilda Holmes Trust	—	5,000	—	5,000
	<u>2,755</u>	<u>8,000</u>	<u>(2,790)</u>	<u>7,965</u>

	At 1 September 2020	Income £	Expenditure £	At 31 August 20 21
Tesco Groundworks	—	1,000	(334)	666
Animal Friends Pet Insurance	—	2,500	(2,500)	—
Animal Rescue Foundation	—	2,500	(411)	2,089
Pets at Home Foundation	—	5,000	(5,000)	—
Hilda Holmes Trust	—	—	—	—
	<u>—</u>	<u>11,000</u>	<u>(8,245)</u>	<u>2,755</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements *(continued)*

Year ended 31 August 2022

Tesco Groundworks – This fund was held specifically to be spent on horse lorry maintenance.

Animal Friends Pet Insurance – This fund was held specifically to be spent on insurance.

Animal Rescue Foundation – This fund was held specifically for capital expenditure on the field shelter.

Pets at Home Foundation – These funds were held specifically to be spent on vet and feed costs.

Hilda Holmes Trust – This fund is held specifically for capital expenditure towards the new track system.

20. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Tangible fixed assets	139,557	1,678	141,235
Current assets	67,548	6,287	73,835
Creditors less than 1 year	(2,461)	–	(2,461)
Net assets	<u>204,644</u>	<u>7,965</u>	<u>212,609</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Tangible fixed assets	147,422	2,089	149,511
Current assets	63,108	666	63,774
Creditors less than 1 year	(2,764)	–	(2,764)
Net assets	<u>207,766</u>	<u>2,755</u>	<u>210,521</u>

MUNCHKINS MINIATURE SHETLAND RESCUE

England & Wales - Charity number 1160509

Accounts

CHARITY REGISTRATION NUMBER: 1160509

Munchkins Miniature Shetland Rescue
Unaudited Financial Statements
31 August 2021

Munchkins Miniature Shetland Rescue

Financial Statements

Year ended 31 August 2021

	Page
Trustees' annual report	1
Independent examiner's report to the trustees	5
Statement of financial activities	6
Statement of financial position	7
Notes to the financial statements	8

Munchkins Miniature Shetland Rescue

Trustees' Annual Report

Year ended 31 August 2021

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 August 2021.

Reference and administrative details

Registered charity name Munchkins Miniature Shetland Rescue

Charity registration number 1160509

Principal office Morganhayes Farmhouse
Southleigh
Colyton
Devon
EX24 6RY

The trustees

T Marx	Chair of trustees
A Leggett	
N Hitchcock	Resigned 9 September 2021
J Walters	
M Dean	Resigned 8 January 2022
Dr J Richardson	Appointed 30 April 2021
J Ward	Appointed 2 May 2021
C Harris	Appointed 10 January 2022

Independent examiner Mr S J Carrington (FCA)
For and on behalf of Thomas Westcott Chartered Accountants
Timberly
South Street
Axminster
Devon
England
EX13 5AD

Munchkins Miniature Shetland Rescue

Trustees' Annual Report *(continued)*

Year ended 31 August 2021

Structure, governance and management

Munchkins Miniature Shetland Rescue is a charitable incorporated organisation governed by a constitution dated 16 February 2015. The charity is managed by a group of up to 8 Trustees who are appointed by the existing Trustees.

Munchkins has no paid employees, but is run by volunteers of whom there are currently 30 adults on roll, plus teenage helpers at the weekends. Most come regularly every week, providing hands-on help with the ponies. Others perform administrative tasks or help to maintain the facilities. Others help on special occasions, notably the annual summer fayre and other fund-raising activities. The Trustees wish to record once again their grateful thanks for the hard work, dedication and commitment of all our volunteers.

Objectives and activities

The charitable objective of the charity is 'for the benefit of the public to relieve the suffering of miniature Shetland ponies in need of care and attention and, in particular, to provide and maintain a rescue home or other facilities for the reception, care and treatment of such ponies.'

In the last year we have cared for 55 ponies, of which 15 were new arrivals and 14 have been rehomed. All have been provided with suitable grazing and additional feed, hay and supplements as appropriate. All receive regular veterinary treatment including vaccination, worming and dental care. In addition, several ponies have been treated for ongoing chronic conditions and many others need specialist management to control laminitis.

Purpose built stables and sand turn out area are available for those who need it and field shelters are also provided. In addition, a large concrete area around the barn is used in adverse weather conditions. A track system is available for use primarily by laminitic ponies. All ponies are checked and handled daily by our team of volunteers, who also ensure that all facilities are kept clean and safe.

We are contacted several times a week by members of the public reporting ponies in need or requesting help for their own ponies owing to personal circumstances. In choosing those most in need, the Trustees have regard for the guidance issued by the Charity Commission on public benefit.

Where the physical and behavioural condition of the ponies is suitable, we seek long-term foster homes, which are rigorously checked both before and during placement.

Munchkins Miniature Shetland Rescue

Trustees' Annual Report *(continued)*

Year ended 31 August 2021

Achievements and performance

Munchkins continues to thrive as a busy and effective rescue centre with a well established reputation within the UK and overseas. We have been recognised by many visitors and professionals as exemplifying best practice in our work with miniature Shetlands, whose requirements are highly specialised.

Our seventh year as a charity has again been one of many ups and downs continuing to navigate through the Covid-19 pandemic. The centre was closed to visitors from March 2020 and we have gradually begun to welcome visits from members of the public who are on our 'sponsor a pony scheme'. We also begun gradually increasing our volunteer numbers again once restrictions allowed and we would like to express our thanks to those volunteers who continued to provide exemplary care for the ponies during the national lockdowns.

All our summer fundraising was cancelled again including our annual summer fayre which is our main fundraiser of the year. We were lucky enough to receive financial support in the form of grants from the following organisations and we would like to say a big thank you to them for supporting the work that we do.

- Animal Friends Pet Insurance
- PetPlan
- The Jean Sainsbury Animal Welfare Trust
- The Pets at Home Foundation (formerly Support Adoption for Pets)
- The Animal Rescue Foundation
- Tesco Groundworks
- The Hilda Homes Trust Fund

In October 2020, Munchkins was very proud to be accepted as a member of the National Equine Welfare Council (NEWC). NEWC is a nationally recognised body, representing and supporting equine welfare charities throughout the UK. Its aims are to educate and to lobby for regulation and law enforcement to protect the health and welfare of all horses, ponies and donkeys in the UK. By becoming a NEWC member, Munchkins demonstrates that as a charity we have the welfare and care of our ponies as our top priority at all times. It is a 'Quality Mark' for what we do and the high standards that we keep. With over 70 charity members, joining NEWC means that we are now part of

a large equine welfare network where ideas are discussed and experiences shared. We are looking forward to the possibility of working with NEWC and other NEWC members in the future.

We have a number of further plans including the installation of CCTV, possible erection of a winter barn, enlarging our track system and much needed drainage works heading into winter.

Munchkins provides a safe and comfortable home for our rescued ponies and a beautiful and peaceful place to visit and enjoy.

Munchkins Miniature Shetland Rescue

Trustees' Annual Report *(continued)*

Year ended 31 August 2021

Financial review

The total reserves as at the year-end stood at £210,521 (2020: £189,397). Of this, £2755 was restricted (2020: Nil). Income increased slightly on last year to £115,076 (2020: £113,892). Similarly, expenditure increased to £93,952 (2020: 62,157).

The Trustees aim to maintain a current balance sufficient for at least six months' essential running costs. This balance also allows for unexpected costs such as major vet bills or infrastructure repairs. The Trustees take care to consider further improvements and to prioritise spending on future projects. Munchkins continues to raise funds from the public by way of donations and fund-raising events. The trustees' annual report was approved on ~~2nd March 22~~ and signed on behalf of the board of trustees by:

T Marx
Trustee



A Leggett
Trustee



Munchkins Miniature Shetland Rescue

Independent Examiner's Report to the Trustees of Munchkins Miniature Shetland Rescue

Year ended 31 August 2021

I report to the trustees on my examination of the financial statements of Munchkins Miniature Shetland Rescue ('the charity') for the year ended 31 August 2021.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material 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 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.



Mr S J Carrington (FCA)
For and on behalf of Thomas Westcott Chartered Accountants
Timberly
South Street
Axminster
Devon
England
EX13 5AD

22.3.2022

Munchkins Miniature Shetland Rescue

Statement of Financial Activities

Year ended 31 August 2021

		Unrestricted funds	2021 Restricted funds	Total funds	2020 Total funds
	Note	£	£	£	£
Income and endowments					
Donations and legacies	4	83,558	11,000	94,558	99,765
Charitable activities	5	17,033	–	17,033	11,940
Other trading activities	6	3,482	–	3,482	2,187
Investment income	7	3	–	3	–
Total income		<u>104,076</u>	<u>11,000</u>	<u>115,076</u>	<u>113,892</u>
Expenditure					
Expenditure on charitable activities	8,9	85,707	8,245	93,952	62,157
Total expenditure		<u>85,707</u>	<u>8,245</u>	<u>93,952</u>	<u>62,157</u>
Net income and net movement in funds		<u>18,369</u>	<u>2,755</u>	<u>21,124</u>	<u>51,735</u>
Reconciliation of funds					
Total funds brought forward		189,397	–	189,397	137,662
Total funds carried forward		<u>207,766</u>	<u>2,755</u>	<u>210,521</u>	<u>189,397</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 8 to 16 form part of these financial statements.

Munchkins Miniature Shetland Rescue

Statement of Financial Position

31 August 2021

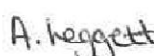
	Note	2021 £	2020 £
Fixed assets			
Tangible fixed assets	16	149,511	160,513
Current assets			
Stocks	17	487	—
Debtors	18	4,336	—
Cash at bank and in hand		58,951	28,884
		<u>63,774</u>	<u>28,884</u>
Creditors: amounts falling due within one year	19	<u>2,764</u>	<u>—</u>
Net current assets		<u>61,010</u>	<u>28,884</u>
Total assets less current liabilities		<u>210,521</u>	<u>189,397</u>
Net assets		<u>210,521</u>	<u>189,397</u>
Funds of the charity			
Restricted funds		2,755	—
Unrestricted funds		207,766	189,397
Total charity funds	20	<u>210,521</u>	<u>189,397</u>

These financial statements were approved by the board of trustees and authorised for issue on 2nd March 2022 and are signed on behalf of the board by:

T Marx
Trustee



A Leggett
Trustee



The notes on pages 8 to 16 form part of these financial statements.

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements

Year ended 31 August 2021

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is Morganhayes Farmhouse, Southleigh, Colyton, Devon, EX24 6RY.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	-	5% straight line
Fixtures and fittings	-	20% straight line
Motor vehicles	-	25% reducing balance
User defined asset	-	10% straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Stocks

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

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations	68,828	—	68,828
Legacies	—	—	—
Grants receivable	14,500	11,000	25,500
Sponsorship	230	—	230
	<u>83,558</u>	<u>11,000</u>	<u>94,558</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

4. Donations and legacies *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Donations	73,165	–	73,165
Legacies	5,000	–	5,000
Grants receivable	21,400	–	21,400
Sponsorship	200	–	200
	<u>99,765</u>	<u>–</u>	<u>99,765</u>

5. Charitable activities

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Sale of goods/services as part of direct charitable activities	<u>17,033</u>	<u>17,033</u>	<u>11,940</u>	<u>11,940</u>

6. Other trading activities

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Fundraising events	<u>3,482</u>	<u>3,482</u>	<u>2,187</u>	<u>2,187</u>

7. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Bank interest receivable	<u>3</u>	<u>3</u>	<u>–</u>	<u>–</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Charitable activities	38,665	7,500	46,165
Support costs	47,042	745	47,787
	<u>85,707</u>	<u>8,245</u>	<u>93,952</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Charitable activities	28,993	—	28,993
Support costs	33,164	—	33,164
	<u>62,157</u>	<u>—</u>	<u>62,157</u>

9. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2021 £	Total fund 2020 £
Charitable activities	<u>46,165</u>	<u>47,787</u>	<u>93,952</u>	<u>62,157</u>

10. Activities undertaken directly

	Total 2021 £	Total 2020 £
Clipping	377	200
Feed, bedding, supplies	7,929	5,487
Hay	2,975	2,650
Massage/behavioural	4,124	3,315
Trimmer	5,558	3,421
Vet fees	25,202	13,920
	<u>46,165</u>	<u>28,993</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

11. Support costs

	Total 2021	Total 2020
	£	£
Premises	4,936	4,182
PayPal fees	2,311	2,572
General office	8,495	7,152
Human resources	1,136	2,621
Governance costs	2,215	1,147
Depreciation	23,599	13,061
Sundry costs	219	50
Profit/loss on disposal	–	2,000
Motor and travelling costs	1,614	379
Fundraising costs	3,202	–
	<u>47,727</u>	<u>33,164</u>

12. Net income

Net income is stated after charging/(crediting):

	2021	2020
	£	£
Depreciation of tangible fixed assets	23,599	13,061
Loss on disposal of fixed assets	–	2,000
	<u>23,599</u>	<u>15,061</u>

13. Independent examination fees

	2021	2020
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	500	259
	<u>500</u>	<u>259</u>

14. Staff costs

The average head count of employees during the year was Nil (2020: Nil).

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

15. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

The land that the charity operates on is owned by one of the trustees. The charity does not pay rent and there is a lease in place until 2030. The charity receives £140 per month from this trustee to cover the cost of the stock used by her own personal horses.

During the year, expenses totalling £467 were reimbursed to two of the trustees.

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

16. Tangible fixed assets

	Freehold property £	Fixtures and fittings £	Motor vehicles £	User defined asset £	Total £
Cost					
At 1 September 2020	78,880	5,046	50,862	66,900	201,688
Additions	—	1,515	—	11,082	12,597
At 31 August 2021	<u>78,880</u>	<u>6,561</u>	<u>50,862</u>	<u>77,982</u>	<u>214,285</u>
Depreciation					
At 1 September 2020	13,123	3,865	8,222	15,965	41,175
Charge for the year	3,944	1,197	10,660	7,798	23,599
At 31 August 2021	<u>17,067</u>	<u>5,062</u>	<u>18,882</u>	<u>23,763</u>	<u>64,774</u>
Carrying amount					
At 31 August 2021	<u>61,813</u>	<u>1,499</u>	<u>31,980</u>	<u>54,219</u>	<u>149,511</u>
At 31 August 2020	<u>65,757</u>	<u>1,181</u>	<u>42,640</u>	<u>50,935</u>	<u>160,513</u>

17. Stocks

	2021 £	2020 £
Raw materials and consumables	<u>487</u>	<u>—</u>

18. Debtors

	2021 £	2020 £
Prepayments and accrued income	4,036	—
Other debtors	300	—
	<u>4,336</u>	<u>—</u>

19. Creditors: amounts falling due within one year

	2021 £	2020 £
Trade creditors	1,609	—
Accruals and deferred income	1,155	—
	<u>2,764</u>	<u>—</u>

Munchkins Miniature Shetland Rescue

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

20. Analysis of charitable funds

Unrestricted funds

	At 1 September 2020	Income £	Expenditure £	At 31 August 20 21
General funds	189,397	115,076	(93,952)	210,521

	At 1 September 2019	Income £	Expenditure £	At 31 August 20 20
General funds	137,662	113,892	(62,157)	189,397

Restricted funds

	At 1 September 2020	Income £	Expenditure £	At 31 August 20 21
Tesco Groundworks	-	1,000	(334)	666
Animal Friends Pet Insurance	-	2,500	(2,500)	-
Animal Rescue Foundation	-	2,500	(411)	2,089
Pets at Home Foundation	-	5,000	(5,000)	-
	<u> </u>	<u>11,000</u>	<u>8,245</u>	<u>2,755</u>

21. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Tangible fixed assets	147,422	2,089	149,511
Current assets	63,108	666	63,774
Creditors less than 1 year	(2,764)	-	(2,764)
Net assets	<u>207,766</u>	<u>2,755</u>	<u>210,521</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Tangible fixed assets	160,513	-	160,513
Current assets	28,884	-	28,884
Creditors less than 1 year	-	-	-
Net assets	<u>189,397</u>	<u>-</u>	<u>189,397</u>

MUNCHKINS MINIATURE SHETLAND RESCUE

England & Wales - Charity number 1160509

Accounts

MUNCHKINS MINIATURE SHETLAND RESCUE
ANNUAL REPORT AND RECEIPTS AND PAYMENTS
ACCOUNTS
YEAR ENDED 31 AUGUST 2020



MUNCHKINS MINIATURE SHETLAND RESCUE
REFERENCE AND ADMINISTRATIVE DETAILS
YEAR ENDED 31 AUGUST 2020

Trustees

T Marx, Chair

A Leggett, Treasurer

N Hitchcock

M Dear

J Walters

P Marx (resigned 31 August 2020)

Charity registered number

1160509

Principal office

Morganhayes Farmhouse

Southleigh

Colyton

Devon

EX24 6RY

Accountants

CRW Accountants Ltd

The Mews

Southleigh

Colyton

Devon

EX24 6RY

MUNCHKINS MINIATURE SHETLAND RESCUE
TRUSTEES REPORT
YEAR ENDED 31 AUGUST 2020

Structure, governance and management

Munchkins Miniature Shetland Rescue is a charitable incorporated organisation governed by a constitution dated 16 February 2015. The charity is managed by a group of up to 8 Trustees who are appointed by the existing Trustees.

Munchkins has no paid employees, but is run by volunteers of whom there are currently 30 adults on roll, plus teenage helpers at the weekends. Most come regularly every week, providing hands-on help with the ponies. Others perform administrative tasks or help to maintain the facilities. Others help on special occasions, notably the annual summer fayre and other fund-raising activities. The Trustees wish to record once again their grateful thanks for the hard work, dedication and commitment of all our volunteers.

Objectives and activities

The charitable objective of the charity is 'for the benefit of the public to relieve the suffering of miniature Shetland ponies in need of care and attention and, in particular, to provide and maintain a rescue home or other facilities for the reception, care and treatment of such ponies.'

In the last year we have cared for 48 ponies, of which 21 were new arrivals and 13 have been rehomed. All have been provided with suitable grazing and additional feed, hay and supplements as appropriate. All receive regular veterinary treatment including vaccination, worming and dental care. In addition, several ponies have been treated for ongoing chronic conditions and many others need specialist management to control laminitis.

Purpose built stables and sand turn out area are available for those which need it and field shelters are also provided. In addition, a large concrete area around the barn is used in adverse weather conditions. A track system is available for use primarily by laminitic ponies. All ponies are checked and handled daily by our team of volunteers, who also ensure that all facilities are kept clean and safe.

We are contacted several times a week by members of the public reporting ponies in need or requesting help for their own ponies owing to personal circumstances. In choosing those most in need, the Trustees have regard for the guidance issued by the Charity Commission on public benefit.

Where the physical and behavioural condition of the ponies is suitable, we seek long-term foster homes, which are rigorously checked both before and after placement.

Achievements and performance

Munchkins continues to thrive as a busy and effective rescue centre with a well established reputation within the UK and overseas. We have been recognised by many visitors and professionals as exemplifying best practice in our work with miniature Shetlands, whose requirements are highly specialised.

Our sixth year as a charity has been one of many ups and downs especially navigating through the Covid-19 pandemic. In March 2020, the centre was closed to visitors and we had one household team of volunteers attending each day. We would like to express our thanks to those volunteers who continued to provide exemplary care for the ponies during the national lockdown. All our summer fundraising was cancelled including our annual summer fayre which is our main fundraiser of the year. We were lucky enough to receive financial support in the form of grants from East Devon District Council and the Support Adoption for Pets Covid-19 fund.

In August 2020, we were finally able to pick up our custom-built horse lorry which was built by Huish Horseboxes. The lorry will be used to pick up new ponies, ferry our ponies between our sites and also transport the ponies and all our equipment to local fundraising events. We have also purchased two new field shelters with help from a grant from The Animal Rescue Foundation, enlarged our car-parking area and had a concrete muck-heap built.

We have a number of further plans including the installation of CCTV. However, as the charity's future income remains uncertain with the pandemic, we have decided to put all future capital projects on hold in order to keep enough reserves to cover everyday running costs.

Munchkins provides a safe and comfortable home for our rescued ponies and a beautiful and peaceful place to visit and enjoy.

Financial review

The Trustees aim to maintain a current balance sufficient for at least three months' essential running costs. This balance also allows for unexpected costs such as major vet bills or infrastructure repairs. The Trustees take care to consider further improvements and to prioritise spending on future projects. Munchkins continues to raise funds from the public by way of donations and fund-raising events. We have cleared the loan taken last year towards the stable block.

This report was approved by Trustees on 6/12/20 and signed on their behalf by:



Tammy Marx
Chair of Trustees

**MUNCHKINS MINIATURE SHETLAND RESCUE
INDEPENDENT EXAMINER'S REPORT
YEAR ENDED 31 AUGUST 2020**

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF MUNCHKINS MINIATURE SHETLAND RESCUE.

I report on the accounts of the charity for the year ended 31 August 2020 which are set out on pages 6 and 7.

RESPONSIBILITIES AND BASIS OF REPORT

As the charity Trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act'). I respect in report of my examination of the charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination, I have followed the applicable directions given by the Charity Commission under section 145(5)(b) of the Act.

INDEPENDENT EXAMINER'S STATEMENT

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

- Accounting records were not kept in accordance with section 130 of the Act, or
- The accounts do not accord with the accounting records

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



Hayley Perham BA(hons, FAIA, CPA, FMAAT, ATT(Tax)) Dated:

CRW Accountants Ltd

The Mews

Queen Street

Colyton

EX24 6JU

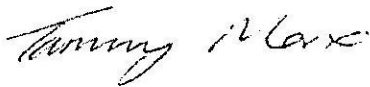
**MUNCHKINS MINIATURE SHETLAND RESCUE
RECEIPTS AND PAYMENTS
YEAR ENDED 31 AUGUST 2020**

Receipts	£
Donations	73,188
Corporate sponsors	200
Fundraising	2,164
Grants received	21,400
Legacies	5,000
Ponies in/out fees	11,940
Total Receipts	113,892
Payments – service provision	
Clipping	200
Feed & bedding	5,488
Hay	2,650
Behavioural therapy	3,315
Trimming	3,421
Veterinary fees	13,920
	28,994
Payments - other	
Accountancy	259
Administration support	1,737
Advertising	141
Repairs & maintenance	1,811
Capital expenditure	72,384
Field rent	1,530
Vehicle fuel and travel	380
Insurance	2,375
Professional fees	888
Paypal fees	2,572
Postage	1,743
Stationery & printing	1,156
Waste disposal	197
General expenses	50
Branded uniform	1,868
Utilities	643
Volunteer costs	753
	90,487
Total Payments	119,481
Surplus/(deficit) for the year	(5,589)

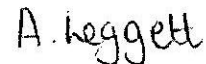
MUNCHKINS MINIATURE SHETLAND RESCUE
STATEMENT OF ASSETS
YEAR ENDED 31 AUGUST 2020

	£
Lloyds	26,160
Paypal	643
Charity Checkout/Enthuse	2,080
Total cash at bank and in hand	28,883
Opening cash at bank and in hand	49,472
Deficit for the period	(5,589)
Loans acquired	-
Loan repayments	(15,000)
Closing cash at bank and in hand	28,883

The accounts were approved by Trustees on 6/12/20 and signed on their behalf by:



Tammy Marx
Chair of Trustees



Anna Leggett
Trustee/Treasurer