

The Stella McCartney Foundation
(A Company Limited by Guarantee)

Report and Unaudited Financial Statements

Year Ended

31 December 2022

Company Registration No. 11413895
(England and Wales)

Charity Registration No. 1180280
(England and Wales)

The Stella McCartney Foundation

Contents for the year ended 31 December 2022

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The Stella McCartney Foundation

**Reference and administrative information
for the year ended 31 December 2022**

Trustees

Stella Nina McCartney
Helen Newman
Claire Bergkamp

Principal Office

3 Olaf Street, London, United Kingdom, W11 4BE

Accountants

BDO LLP, First Floor Franciscan House, 51 Princes Street, Ipswich, Suffolk, IP1 1UR

Independent Examiners

Perrys Audit Limited, 4th Floor, 399-401 Strand, London, WC2R 0LT

Bankers

HSBC Bank Plc, 1 Centenary Square, Birmingham, B1 1HQ

Solicitors

Forsters LLP, 31 Hill Street, London, W1J 5LS

The Stella McCartney Foundation

Report of the Trustees for the year ended 31 December 2022

The directors present their report and the Financial Statements for the year ended 31 December 2022. The comparatives are for the year ended 31 December 2021.

Structure, Governance and Management

The Stella McCartney Foundation was incorporated on 13 June 2018 under the Companies Act 2006 and Charities Act 2011. The Charity is constituted as a Company Limited by Guarantee, as defined by the Companies Act 2006 and is therefore governed by a Memorandum and Articles of Association. It has a registered charity no. 1180280.

The directors of the company are also charity Trustees for the purposes of charity law and under the company's Articles are known as members of the Charity. The number of Trustees must not be less than 3 or more than 5.

The Trustees who have served during the period and since the period end are:

Stella Nina McCartney
Helen Newman
Claire Bergkamp

Where there is a requirement for new Trustees, this would be identified by the remaining Trustees. The power to appoint and remove trustees lies with Stella McCartney during her lifetime.

Objectives and Activities

The charity's principal objectives are:

- To promote sustainable development in general and in particular in the fashion industry by the preservation, conservation and the protection of the environment and the prudent use of resources and by the promotion of sustainable means of achieving economic growth and regeneration;
- To advance the education of the public in subjects relating to sustainable development and the protection, enhancement and rehabilitation of the environment, particularly but not exclusively regarding the fashion industry, and to promote study and research in such subjects provided that the useful results of such study are disseminated to the public at large;
- The promotion of research and the education of the public (and, in particular, patients and their families) in the causes, effects and prevention of breast cancer and breast disorders and the relief and treatment of those suffering or recovering from breast cancer and breast disorders; and
- The promotion of such other charitable objects as the Trustees shall from time to time decide.

Grant making policy

All applications received are considered by the Trustees on their own merit for suitability of funding.

Public benefit

In meeting the objectives, the Trustees have given careful consideration to the Charity Commission's general guidance on public benefit and judge that all donations made meet this guidance. All donations are listed in note 3 on page 10.

The Stella McCartney Foundation

Report of the Trustees for the year ended 31 December 2022 (*continued*)

Risk management

The Trustees have examined the major strategic, business and operational risks which the Charity faces and confirm that systems have been established to enable regular reports to be produced so that such risks are continuously monitored and that appropriate steps can be taken to lessen these risks.

The major risks that have been identified by the Trustees are:

- The impact of the cost of living/energy crisis upon the availability, frequency and value of donations; and
- The need to receive unrestricted funds to support the day-to-day operations of the Foundation and to ensure that there are sufficient reserves in place.

The Trustees are exploring additional fundraising streams to mitigate against the risks identified above.

Achievement and performance

As can be seen from the Statement of Financial Activities, the Foundation received a substantial donation of £369,486 via CAF America to be used in furtherance of the Foundation's charitable objectives. The Trustees' intention for the donation is described in more detail in the "Plans for the future" paragraph below.

The Foundation was delighted to donate £5,000 to the Hello Beautiful Foundation's Breast Cancer Awareness campaign. The Hello Beautiful Foundation supports young people with breast cancer, predominantly through their awareness centre in London. The donation was used to supply organic food and juices to cancer patients in hospital as well as provide free holistic sessions, meet up groups and counselling.

The Foundation's current assets and future funding plans are adequate to fulfil its charitable objectives.

Financial Review

During the period the Charity received donations of £369,486 (2021: £21,835) and expenditure totalled £16,366 (2021: £46,224). As at 31 December 2022 the Charity had unrestricted deficit of £2,940 (2021: surplus of £13,292) to carry forward and restricted funds of £428,197 (2021: £17).

The deficit referenced above is due to the donation received being restricted in nature so that it cannot be applied towards the Foundation's necessary support costs. The Trustees have identified the need for unrestricted funds going forward and will be prioritising this form of fundraising in 2023.

Reserves policy

The Trustees' policy is to maintain their continuing level of support under the grant making policy that they have agreed. If income resources are insufficient to cover the grants then recourse is made to the other funds of the Trust. The Trustees do not consider that any minimum level of resources is required.

Plans for the future

In 2022, the Trustees intend to carry out charitable activities in advancement of the Foundation's principal objectives and in accordance with its governing document.

In particular, the Trustees plan to:

- Implement a renewed grant making procedure that will be launched alongside a revamped website;
- Use part of the donation received in 2022 towards raising awareness of breast cancer during Breast Cancer Awareness month and distributing post-mastectomy bras to hospitals, charities and individuals in need;
- Generate unrestricted funds to be used to support the ongoing day-to-day costs of the Foundation.

Small companies note

This report has been prepared in accordance with the special provisions applicable to companies subject to small companies' regime.

The Stella McCartney Foundation

Report of the Trustees for the year ended 31 December 2022 (continued)

Trustees' responsibilities in relation to the financial statements

The Trustees (who are also the directors of the charity for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.


Company law requires the Trustees to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 charity and of its incoming resources and application of resources, including the income and expenditure of the charity, for that period.

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Trustees on **1 NOVEMBER 2023**

and signed on their behalf by



Helen Newman
Trustee

The Stella McCartney Foundation

Independent examiner's report for the year ended 31 December 2022

I report to the Trustees on my examination of the financial statements of The Stella McCartney Foundation (the charity) for the year ended 31 December 2022.

Responsibilities and basis of report

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

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

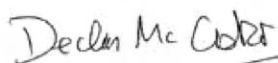
Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the ICAEW and ACCA, which are listed bodies.

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

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have 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 financial statements to be reached.



Declan McCusker FCCA FCA
Perrys Audit Limited
4th Floor
399-401 Strand
London
WC2R 0LT

Dated:

The Stella McCartney Foundation

Statement of Financial Activities (incorporating the income and expenditure account) for the year ended 31 December 2022

	Notes	Restricted Funds £	Unrestricted Funds £	2022 £	Restricted Funds £	Unrestricted Funds £	2021 £
Income from:							
Donations and legacies	3	428,180	134	428,314	21,661	174	21,835
Total income		428,180	134	428,314	21,661	174	21,835
Expenditure on:							
Charitable activities							
Donations made	5	-	5,000	5,000	21,644	18,638	40,282
Support costs	6	-	11,366	11,366	-	5,942	5,942
Total expenditure	4	-	16,366	16,366	21,644	24,580	46,224
Net income/(expenditure)		428,180	(16,232)	411,948	17	(24,406)	(24,389)
Other recognised gains/(losses)							
Unrealised gain/(loss) on currency exchange		-	-	-	-	(14)	(14)
Net movements in funds		428,180	(16,232)	411,948	17	(24,420)	(24,403)
Total funds at 1 January 2022	12	17	13,292	13,309	-	37,712	37,712
Total funds at 31 December 2022	12	428,197	(2,940)	425,257	17	13,292	13,309

All activities relate to continuing activities.

The notes on pages 8 to 13 form part of these financial statements.

The Stella McCartney Foundation

Statement of Financial Position as at 31 December 2022

Company number: 11413895	Notes	2022 £	2021 £
Current assets			
Stock		2,326	2,326
Cash at bank and in hand	9	436,154	19,635
Debtors	10	32	120
		<u>438,512</u>	<u>22,081</u>
Liabilities			
Creditors: amounts falling due within one year	11	(13,255)	(8,772)
		<u>425,257</u>	<u>13,309</u>
Net current assets			
		<u>425,257</u>	<u>13,309</u>
Total net assets	13	<u>425,257</u>	<u>13,309</u>
Funds			
Unrestricted funds	12	(2,940)	13,292
Restricted funds	12	428,197	17
		<u>425,257</u>	<u>13,309</u>
Total funds		<u>425,257</u>	<u>13,309</u>

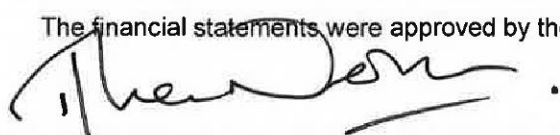
For the period ended 31 December 2022 the company was entitled to exemption from audit under Section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476 of the Companies Act 2006.

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

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

The financial statements were approved by the board of Trustees and authorised for issue on 1 November 2023



Helen Newman
Trustee

The notes on pages 8 to 13 form part of these financial statements.

The Stella McCartney Foundation

Notes to the financial statements for the year ended 31 December 2022 (continued)

1 Status of company

The Stella McCartney Foundation is a registered charity, limited by guarantee, incorporated in England and Wales under the Companies Act 2006 and the Charities Act 2011. The address of the registered office is given on the contents page and the nature of the operations, and its principal activities are set out in the Trustees' Report. The company has three members, who are also directors. The liability of each member on a winding up is limited to a maximum of £1.

2 Accounting Policies

Basis of preparation

The financial statements have been prepared on a going concern basis under the historical cost convention. The financial statements have been prepared in accordance with the Statement of Recommended Practice: "Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland" (The Charities SORP 2nd Edition) and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Companies Act 2006 and the Charities Act 2011.

The Charity constitutes a public benefit entity as defined by FRS 102.

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

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. The Trustees have made no judgements or estimates in the preparation of these financial statements. These financial statements have been prepared on a going concern basis as the directors has made the assessment that the funds held by the charity are sufficient to cover future activities.

The following principal accounting policies have been applied consistently:

Donations, legacies and similar income

Donations, legacies and similar income are shown in the accounts when receivable and the value of the incoming resources can be measured with sufficient reliability.

Resources expended

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the Charity to the expenditure. All expenditure is accounted for on an accruals basis.

Charitable activities

Costs of charitable activities include grants made and an allocation of overhead and support costs where applicable.

Grants payable are payments made to third parties in the furtherance of the charitable objectives of the Trust. Single or multi-year grants are accounted for when either the recipient has a reasonable expectation that they will receive a grant and the Trustees have agreed to pay the grant without condition, or the recipient has a reasonable expectation that they will receive a grant and any condition attaching to the grant is outside of the control of the Trust.

The Stella McCartney Foundation

Notes to the financial statements for the year ended 31 December 2022 (continued)

2 Accounting Policies (continued)

Governance costs

Governance costs comprise costs relating to the general running of the Charity as opposed to those associated with generating funds or charitable activity.

Taxation

The Charity is exempt from tax on its charitable activities.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling the balance sheet date. Transactions in foreign currency are translated at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Stock

Stocks are valued at the lower of cost and net realisable value. Cost is based on the cost of purchase on a first in, first out basis. Net realisable value is based on estimated selling price less additional costs of disposal.

Cash

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

Debtors and creditors

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the Statement of financial activities in other operating expenses.

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value. The charity has elected to apply the provisions of Section 11 Basic Financial Instruments' and Section 12 'Other Financial instruments Issues' of FRS 102 to all of its financial instruments.

Funds structure

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed. Details of these can be found in note 12.

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the trustees, at their discretion, have created a fund for a specific purpose.

The Stella McCartney Foundation

Notes to the financial statements for the year ended 31 December 2022 (continued)

3 Donations

	Restricted Funds £	Unrestricted Funds £	2022 £	Restricted Funds £	Unrestricted Funds £	2021 £
Donations received	-	134	134	-	141	141
Donations from Greenpeace	-	-	-	21,661	-	21,661
Donations from CAF America	428,180	-	428,180	-	-	-
Gift Aid recoverable thereon	-	-	-	-	33	33
	<u>428,180</u>	<u>134</u>	<u>428,314</u>	<u>21,661</u>	<u>174</u>	<u>21,835</u>

4 Charitable Activities

		Activities Undertaken Directly (see note 5) £	Support Costs (see note 6) £	Total £
Advancement of Health	2022	5,000	11,366	16,366
Advancement of Health	2021	40,282	5,942	46,224

5 Activities Undertaken Directly

	Restricted Funds £	Unrestricted Funds £	2022 £	Restricted Funds £	Unrestricted Funds £	2021 £
Donation of Mastectomy Bras	-	-	-	-	17,138	17,138
Grants made:						
Greenpeace	-	-	-	21,644	-	21,644
Hello Beautiful	-	5,000	5,000	-	-	-
Leanne Pero Foundation	-	-	-	-	500	500
National Autistic Society	-	-	-	-	1,000	1,000
	<u>-</u>	<u>5,000</u>	<u>5,000</u>	<u>21,644</u>	<u>18,638</u>	<u>40,282</u>

The Stella McCartney Foundation

Notes to the financial statements for the year ended 31 December 2022 (continued)

6 Support costs

	Restricted Funds £	Unrestricted Funds £	2022 £	Restricted Funds £	Unrestricted Funds £	2021 £
Bank charges	-	313	313	-	164	164
Subscriptions	-	365	365	-	75	75
Penalties	-	375	375	-	-	-
Governance costs (note 7)	-	10,313	10,313	-	5,703	5,703
	-	11,366	11,366	-	5,942	5,942

7 Governance Costs

	2022 £	2021 £
Governance costs included within support costs are considered to be:		
Accountancy fees	8,313	5,703
Independent Examiner fees	2,000	-
	10,313	5,703

8 Staff costs

No remuneration was paid to any of the Trustees for the year (2021 - £Nil).

The average number of employees was Nil (2021 - Nil).

The Trustees did not receive reimbursement for any expenses in the year (2021 - £Nil).

9 Cash at bank and in hand

	2022 £	2021 £
Cash held at HSBC	436,022	19,634
Paypal	132	1
	436,154	19,635

10 Debtors

	2022 £	2021 £
Prepayments	32	120

The Stella McCartney Foundation

Notes to the financial statements for the year ended 31 December 2022 (continued)

11 Creditors: Amounts falling due within one year

	2022 £	2021 £
Accruals	13,255	4,001
Accounts Payable	-	4,771
	<u>13,255</u>	<u>8,772</u>

12 Movement in funds

	As at 1 January 2022 £	Income £	Expenditure £	Foreign exchange gains £	As at 31 December 2022 £
Unrestricted funds	13,292	134	(16,366)	-	(2,940)
Restricted funds:					
CAF America	-	428,180	-	-	428,180
Greenpeace	17	-	-	-	17
Total restricted funds	<u>17</u>	<u>428,180</u>	<u>-</u>	<u>-</u>	<u>428,197</u>
Total funds	<u>13,309</u>	<u>428,314</u>	<u>(16,366)</u>	<u>-</u>	<u>425,257</u>

Movements in funds prior year

	As at 1 January 2021 £	Income £	Expenditure £	Foreign exchange losses £	As at 31 December 2021 £
Unrestricted funds	37,712	174	(24,580)	(14)	13,292
Restricted funds:					
Greenpeace	-	21,661	(21,644)	-	17
Total restricted funds	<u>-</u>	<u>21,661</u>	<u>(21,644)</u>	<u>-</u>	<u>17</u>
Total funds	<u>37,712</u>	<u>21,835</u>	<u>(46,224)</u>	<u>(14)</u>	<u>13,309</u>

The CAF America fund is used for the manufacture of post-mastectomy bras and distribution to women who have recently undergone the surgery.

The Greenpeace fund represents the donations received as part of the 'There She Grows' campaign. Donations were received with an understanding that they would be passed onto Canopy.

The Stella McCartney Foundation

Notes to the financial statements for the year ended 31 December 2022 (continued)

13 Analysis of net assets by fund

	Restricted £	Unrestricted £	Total 2022 £	Restricted £	Unrestricted £	Total 2021 £
Current assets	428,197	10,315	438,512	17	22,064	22,081
Current liabilities	-	(13,255)	(13,255)	-	(8,772)	(8,772)
	<u>428,197</u>	<u>(2,940)</u>	<u>425,257</u>	<u>17</u>	<u>13,292</u>	<u>13,309</u>

14 Related Party Disclosure

During the period, £Nil (2021: £21,661) was received from Stella McCartney Limited of which Stella Nina McCartney is a Director. £Nil (2021: £Nil) was outstanding at the year end.

15 Ultimate controlling party

The charity is considered to have no ultimate controlling party.

