

Registered number: 00335703
Charity number: 208530

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS

(A Company Limited by Guarantee)

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

CONTENTS

	Page
Reference and Administrative Details of the Charity, its Trustees and Advisers	1 - 2
Trustees' Report	3 - 6
Independent Auditor's Report	7 - 10
Statement of Financial Activities	11
Balance Sheet	12
Notes to the Financial Statements	13 - 23

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 DECEMBER 2020**

The following Trustees served on the Executive Committee during 2020:

Trustees	William Richards M.A. Crispin Salimbeni M.A., Chairman & Treasurer Dr. John Knight B.Vet.Med. M.R.C.V.S Alison Richards Catherine Pugsley B.A. Dr. Malcolm Holliday Med. Vet. M.R.C.V.S. Dr. Mario Pampanini M.A. Vet MB M.R.C.V.S. Susan Tenison-Collins
-----------------	--

Company registered number	00335703
----------------------------------	----------

Charity registered number	208530
----------------------------------	--------

Registered office	6th Floor 2 London Wall Place London EC2Y 5AU
--------------------------	--

Company secretary	Andy Geddes
--------------------------	-------------

Chairman	Crispin Salimbeni M.A.
-----------------	------------------------

Independent auditor	MHA MacIntyre Hudson Chartered Accountants and Statutory Auditors 6th Floor 2 London Wall Place London EC2Y 5AU
----------------------------	--

Bankers	C. Hoare & Co. 37 Fleet Street London EC4P 4DQ Scottish Widows 67 Morrison Street Edinburgh EH3 8YJ
----------------	--

Solicitors	A. Lutley Springfield Rookery Hill Ashted Park KT21 1HY
-------------------	---

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 DECEMBER 2020

Advisers (continued)

Investment managers	J.M.Finn & Co 60 Abbeygate Street Bury St Edmunds Suffolk IP33 1LB
----------------------------	--

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

TRUSTEES' AND DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2020

The directors listed on page 1, who are also the Trustees present their annual report together with the audited financial statements of the company The Anglo-Italian Society for the Protection of Animals for the year 1 January 2020 to 31 December 2020. The Trustees confirm that the Annual Report and financial statements of the company comply with the current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) as amended by Update Bulletin 1.

Since the Charity qualifies as small under section 383, the strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Director's Report) Regulations 2013 is not required.

Objectives and Activities

a. POLICIES AND OBJECTIVES

The objective of the Charity, which is unchanged since the last year, relates to the protection, conservation and welfare of animals in Italy.

b. STRATEGIES AND ACTIVITIES FOR ACHIEVING OBJECTIVES

The above objective is achieved by making grants to established organisations in Italy at the discretion of the members of the Executive Committee. Regular visits are made to Italy by the Development Manager and the members of the Executive Committee, as and when deemed necessary, to inspect the various projects for which funds have been released.

c. MAIN ACTIVITIES UNDERTAKEN TO FURTHER THE CHARITY'S PURPOSES FOR PUBLIC BENEFIT

The Committee confirm that they have complied with the duty in section 17 of the Charities Act 2011 to have regard to the Charity Commission's general guidance on public benefit, 'Charities and Public Benefit'. The charitable purposes of the Charity are set out in its constitution and are achieved by making grants to established organisations in Italy and are supported by regular visits to inspect the various projects under way.

Achievements and performance

a. REVIEW OF ACTIVITIES

During the last year, we have continued to develop our activities in Italy and have been able to support 30 Projects. Our contributions to these Projects have taken the form of grants to fund animal shelters, sterilisation programmes, campaigns against cruelty and the provision of medicines and surgical equipment. Some particular highlights of our funding enabled the LNDC kennel in Palermo to continue their renovation work, this year in the female sector; a new cat house has been built at Il Graffio in Fano and the creation of two new gardens have been started at the DINGO cattery in Venice.

In April we sent out our Annual Appeal to members which raised sufficient donations to fund all six issues that we had identified in need of particular support. These included offering support to LIPU – The Italian League for the Protection of Birds in their on-going programme of protecting the nest sites of Bonelli's Eagles in Sicily; the building of new pens and the refurbishment of older pens at LIDA kennels in Sassari, Sardinia.

As always, we have been able to receive the support and advice of our voluntary veterinary representatives in Italy – Dr Dorothea Friz and Dr Maira Sgueglia and Dr Lucia Pinaglia.

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

TRUSTEES' AND DIRECTORS' REPORT (continued)
FOR THE YEAR ENDED 31 DECEMBER 2020

Financial review

a. GOING CONCERN

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies as per note 1.3.

b. FINANCIAL REVIEW

The Charity's financial activities resulted in a deficit of £89,823 (2019: surplus of £78,946).

During the year, grants of £157,258 (2019: £219,987) were paid to organisations to further the objects of the Charity.

The decrease in the value of the listed investments, including the loss on disposal of investments was £128,466 (2019: increase £242,320).

The level of accumulated funds held at the year end was £2,097,868 (2019: £2,187,691).

c. RESERVES POLICY

It is the aim of the Charity to expend all of its incoming resources each year on its charitable activities while retaining reserves which have been built up over prior years. The purpose of these reserves is to generate income which forms part of the Charity's incoming resources and to enable it to continue its charitable support if in any year its incoming resources should reduce.

d. PRINCIPAL FUNDING

The principal funding sources for the Charity are currently by way of legacies, investment income, donations, subscriptions and gift aid.

e. MATERIAL INVESTMENTS POLICY

The investments managed by J.M. Finn & Co. are held to generate income in pursuance of the Charity's objectives and for the benefit of appreciation in value.

Structure, governance and management

a. CONSTITUTION

The Charity is registered as a Charitable Company limited by guarantee and was set up under a Memorandum of Association which established the objects and powers of the Charitable Company and is governed under its Articles of Association.

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

TRUSTEES' AND DIRECTORS' REPORT (continued)
FOR THE YEAR ENDED 31 DECEMBER 2020

b. METHOD OF APPOINTMENT OR ELECTION OF TRUSTEES

The management of the Charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association.

c. POLICIES ADOPTED FOR THE INDUCTION AND TRAINING OF TRUSTEES

Most Trustees are already familiar with the practical work of the Charity, having been involved with it for many years.

A new Trustee would be invited to attend short meetings to familiarise him/herself with the Charity and the context in which it operates. This would be lead by the Chairman of the Executive Committee and cover:

1. The obligations of Executive Committee members.
2. The main documents that set out the operational framework for the Charity.
3. Resourcing and the current financial position as set out in the audited accounts.
4. Future plans and objectives.
5. Ongoing Trustee training is undertaken through Charity Commission Updates.

d. PAY POLICY FOR SENIOR STAFF

The Trustees consider that the Board, Chairman and Secretary comprise the key management personnel of the charity. All Trustees give up their time freely and no Trustee received any remuneration in the year. The remuneration of senior staff is reviewed annually, with the Trustees referring to the Office for National Statistics average wage index.

e. ORGANISATIONAL STRUCTURE AND DECISION MAKING

At present the Executive Committee meet four times a year and are responsible for the strategic direction and policy of the Charity. They have a variety of professional backgrounds relevant to the work of the Charity. All members are actively involved and strive to ensure with a common purpose that the Charity's objectives are met.

f. RISK MANAGEMENT

The Trustees have assessed the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity, and are satisfied that systems and procedures are in place to mitigate our exposure to the major risks.

The principal risk continues to be financial sustainability and maintenance of working capital. Attention has been focused on robust investment policies and fundraising policies.

Risk has been considered with regard to the Charity Commission's guidelines set out in their publication CC26.

Plans for future periods

a. FUTURE DEVELOPMENTS

The outbreak of Covid -19 in Italy during January 2020 had an immediate effect on the Charity's activities. The volatility of the stock markets has resulted in a significant reduction to the market value of its Investment portfolio, affecting the Society's income in the short term. The Executive Committee expects the charity to

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

TRUSTEES' AND DIRECTORS' REPORT (continued)
FOR THE YEAR ENDED 31 DECEMBER 2020

recover its operating and financial positions; and to continue its activities outlined above in the foreseeable future and attempt to maintain the level of grant payments at the current level and endeavour to raise further funds.

TRUSTEES' RESPONSIBILITIES STATEMENT

The Trustees (who are also directors of The Anglo-Italian Society for the Protection of Animals 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).

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 the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

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

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and 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.

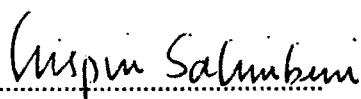
DISCLOSURE OF INFORMATION TO AUDITOR

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable company's auditor is unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable company's auditor is aware of that information.

The report of the Trustees has been prepared taking advantage of the small companies' exemption of section 415A of the Companies Act 2006.

This report was approved by the Trustees, on _____ and signed on their behalf by:

 13 April 2021
.....
Crispin Salimbeni M.A., Chairman

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS

OPINION

We have audited the financial statements of The Anglo-Italian Society for the Protection of Animals (the 'charitable company') for the year ended 31 December 2020 set out on pages 11 to 23. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2020 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

BASIS FOR OPINION

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

CONCLUSIONS RELATING TO GOING CONCERN

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

OTHER INFORMATION

The Trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Auditor's Report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS

inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

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

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the Trustees Responsibilities Statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management and those charged with governance around actual and potential litigation and claims;
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.
- Reviewing minutes of meetings of those charged with governance;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' Report.

USE OF OUR REPORT

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditor's Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE ANGLO-ITALIAN SOCIETY FOR THE
PROTECTION OF ANIMALS

Rajeev Shaunak FCA

Rajeev Shaunak FCA (Senior Statutory Auditor)
for and on behalf of
MHA MacIntyre Hudson
Chartered Accountants and Statutory Auditors
6th Floor
2 London Wall Place
London
EC2Y 5AU
Date: 28 April 2021

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2020

	Note	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
INCOME FROM:				
Donations and legacies	2	287,551	287,551	126,896
Investments	3	50,105	50,105	78,256
TOTAL INCOME		337,656	337,656	205,152
EXPENDITURE ON:				
Raising funds	6	84,577	84,577	87,300
Charitable activities	4	214,456	214,456	281,226
TOTAL EXPENDITURE		299,033	299,033	368,526
NET INCOME / (EXPENDITURE) BEFORE INVESTMENT GAINS/(LOSSES)				
Net gains/(losses) on investments	11	38,623 (128,446)	38,623 (128,446)	(163,374) 242,320
NET INCOME / (EXPENDITURE) BEFORE OTHER RECOGNISED GAINS AND LOSSES		(89,823)	(89,823)	78,946
NET MOVEMENT IN FUNDS		(89,823)	(89,823)	78,946
RECONCILIATION OF FUNDS:				
Total funds brought forward		2,187,691	2,187,691	2,108,745
TOTAL FUNDS CARRIED FORWARD		2,097,868	2,097,868	2,187,691

All activities relate to continuing operations.

The notes on pages 13 to 23 form part of these financial statements.

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)
REGISTERED NUMBER: 00335703

BALANCE SHEET
AS AT 31 DECEMBER 2020

	Note	£	2020 £	£	2019 £
FIXED ASSETS					
Tangible assets	10		99		149
Investments	11		1,655,315		1,929,394
			<u>1,655,414</u>		<u>1,929,543</u>
CURRENT ASSETS					
Debtors	12	230,481		33,981	
Cash at bank and in hand		221,480		233,008	
		<u>451,961</u>		<u>266,989</u>	
CREDITORS: amounts falling due within one year	13	(9,507)		(8,841)	
NET CURRENT ASSETS			<u>442,454</u>		<u>258,148</u>
NET ASSETS			<u>2,097,868</u>		<u>2,187,691</u>
CHARITY FUNDS					
Unrestricted funds	14		2,097,868		2,187,691
TOTAL FUNDS			<u>2,097,868</u>		<u>2,187,691</u>

The company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees on _____ and signed on their behalf, by:

Crispin Salimbeni 13 April 2021
Crispin Salimbeni M.A., Chairman

The notes on pages 13 to 23 form part of these financial statements.

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

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) Update Bulletin 1 - (Charities SORP (FRS 102)) and the Companies Act 2006. The financial statements are prepared on the going concern basis.

The Anglo-Italian Society for the Protection of Animals 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.

The financial statements are prepared in £sterling, the functional currency, rounded to the nearest £1.

1.2 Company status

The Charity is a company limited by guarantee, registered in England and Wales. The members of the company are the Trustees named on page 1. The registered office is detailed on page 1.

1.3 Going concern

The financial statements have been prepared on a going concern basis. The trustees have considered relevant information, including the annual budget, forecast future cash flows and the impact of subsequent events in making their assessment. In response to the COVID-19 pandemic, the trustees have performed a robust analysis of forecast future cash flows taking into account the potential impact on the business of possible future scenarios arising from the impact of COVID-19. This analysis also considers the effectiveness of available measures to assist in mitigating the impact.

Based on these assessments and having regard to the resources available to the entity, the trustees have concluded that there is no material uncertainty and that they can continue to adopt the going concern basis in preparing the annual report and financial statements.

1.4 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the company and which have not been designated for other purposes.

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1. ACCOUNTING POLICIES (CONTINUED)

1.5 Income

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 income receivable can be measured reliably.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold. Donated facilities are included at the value to the charity where this can be quantified and a third party is bearing the cost. No amounts are included in the financial statements for services donated by volunteers.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1. ACCOUNTING POLICIES (CONTINUED)

1.6 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Support costs are those costs incurred directly in support of expenditure on the objectives of the charity. Governance costs are those incurred in connection with administration of the company and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income.

Charitable activities and Governance costs are costs incurred on the charitable operations of the charity, including support costs and costs relating to the governance of the company apportioned to charitable activities.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

1.7 Support costs allocation

The support and governance costs have been allocated per project on the proportion of total expenditure per project.

1.8 Tangible fixed assets and depreciation

All assets costing more than £50 are capitalised.

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of Financial Activities incorporating Income and Expenditure Account.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Office equipment	-	33.33% reducing balance
------------------	---	-------------------------

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1. ACCOUNTING POLICIES (CONTINUED)

1.9 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless fair value cannot be measured reliably in which case it is measured at cost less impairment. Listed investments are included at market value. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading 'Gains/(losses) on investments' in the Statement of Financial Activities incorporating Income and Expenditure Account.

1.10 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

1.11 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.12 Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1.13 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

1.14 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 with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1. ACCOUNTING POLICIES (CONTINUED)

1.15 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Statement of Financial Activities incorporating Income and Expenditure Account.

1.16 Pensions

The charity operates a defined contribution pension scheme and the pension charge represents the amounts payable by the charity to the fund in respect of the year.

1.17 Judgements and key sources of estimation uncertainty

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Critical areas of judgement:

No significant judgements have been made by management in preparing these financial statements other than in the consideration of the useful life of tangible fixed assets. The trustees consider that the expected useful lives of the assets are fairly stated.

2. INCOME FROM DONATIONS AND LEGACIES

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Donations	58,230	58,230	106,145
Legacies	229,321	229,321	20,751
Total donations and legacies	287,551	287,551	126,896
Total 2019	126,896	126,896	

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

3. INVESTMENT INCOME

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Investment income from listed investments	50,102	50,102	78,251
Bank interest receivable	3	3	5
	<u>50,105</u>	<u>50,105</u>	<u>78,256</u>
Total 2019	<u>78,256</u>	<u>78,256</u>	

4. ANALYSIS OF RESOURCES EXPENDED BY CHARITABLE ACTIVITIES

	Activities undertaken directly 2020 £	Support costs 2020 £	Total 2020 £	Total 2019 £
Refuges for cats and dogs	98,782	35,929	134,711	149,807
Bird and wildlife conservation	20,502	7,457	27,959	28,803
Birth control campaign	19,504	7,094	26,598	30,799
Campaign against cruelty	18,001	6,547	24,548	25,592
Equipping surgeries and provision of medicines	-	-	-	46,225
Education and Conferences	469	171	640	-
Total 2020	<u>157,258</u>	<u>57,198</u>	<u>214,456</u>	<u>281,226</u>
Total 2019	<u>219,987</u>	<u>61,239</u>	<u>281,226</u>	

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

5. SUPPORT COSTS

	Refuges for cats and dogs £	Birds and wildlife conservati- on £	Birth control campaign £	Campaign against cruelty £
Office rent	5,354	1,111	1,057	975
Italy inspections	-	-	-	-
Governance costs	22,145	4,471	4,254	3,926
Wages and salaries	7,581	1,573	1,497	1,382
National insurance	869	181	172	159
Pension cost	204	42	40	37
	36,153	7,378	7,020	6,479
Total 2019	32,653	6,265	6,699	5,567
	Equipping Surgeries £	Education and Conference s £	Total 2020 £	Total 2019 £
Office rent	-	25	8,522	8,474
Italy inspections	-	-	-	2,161
Governance costs	-	102	34,898	37,103
Wages and salaries	-	36	12,069	11,846
National insurance	-	4	1,385	1,341
Pension cost	-	1	324	314
	-	168	57,198	61,239
Total 2019	10,055	-	61,239	

6. EXPENDITURE ON RAISING FUNDS

	2020 £	2019 £
Fund raising costs	15,354	17,078
Wages and salaries and pensions	59,211	58,501
Broker fees	10,012	11,721
	84,577	87,300

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

7. NET INCOME/(EXPENDITURE)

This is stated after charging:

	2020 £	2019 £
Depreciation of tangible fixed assets: - owned by the charity	<u>50</u>	<u>74</u>

8. AUDITORS' REMUNERATION

	2020 £	2019 £
Fees payable to the company's auditor for the audit of the company's annual accounts	6,065	4,600
Fees payable to the company's auditor in respect of: All other non-audit services not included above	<u>5,351</u>	<u>4,781</u>

9. STAFF COSTS

Staff costs were as follows:

	2020 £	2019 £
Wages and salaries	63,982	63,178
Social security costs	7,388	7,151
Other pension costs	1,728	1,673
	<u>73,098</u>	<u>72,002</u>

The average number of persons employed by the company during the year was as follows:

	2020 No.	2019 No.
Administrative staff	2	2

No employee received remuneration amounting to more than £60,000 in either year.

Key management personnel are considered to be the Trustees and the company secretary. The aggregate of amounts paid to key management personnel in the year ended 31 December 2020 was £40,500 (2019: £39,312).

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

10. TANGIBLE FIXED ASSETS

	Office equipment £
Cost	
At 1 January 2020 and 31 December 2020	11,648
Depreciation	
At 1 January 2020	11,499
Charge for the year	50
At 31 December 2020	11,549
Net book value	
At 31 December 2020	99
At 31 December 2019	149

11. FIXED ASSET INVESTMENTS

	Listed securities £
Market value	
At 1 January 2020	1,929,394
Additions	128,219
Disposals	(273,852)
Revaluations	(128,446)
At 31 December 2020	1,655,315

Investments at market value comprise:

	2020 £	2019 £
Listed investments	1,655,315	1,929,394

All the fixed asset investments are held in the UK

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

11. FIXED ASSET INVESTMENTS (continued)

Material investments

	31 December 2020 £	31 December 2019 £
4% Stock UK 2022	329,157	337,584
Rio Tinto	98,460	81,054
Apple Inc	87,334	77,504
	<u>514,951</u>	<u>496,142</u>

Material investments consist of those equal to at least 5% of the total portfolio.

12. DEBTORS

	2020 £	2019 £
Other debtors	7,504	9,467
Prepayments and accrued income	222,977	24,514
	<u>230,481</u>	<u>33,981</u>

13. CREDITORS: Amounts falling due within one year

	2020 £	2019 £
Accruals and deferred income	9,507	8,841
	<u>9,507</u>	<u>8,841</u>

14. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

	Balance at 1 January 2020 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 December 2020 £
Unrestricted funds					
General Funds - all funds	2,253,177	-	-	(128,446)	2,124,731
Other General funds	(65,486)	337,656	(299,033)	-	(26,863)
	<u>2,187,691</u>	<u>337,656</u>	<u>(299,033)</u>	<u>(128,446)</u>	<u>2,097,868</u>

THE ANGLO-ITALIAN SOCIETY FOR THE PROTECTION OF ANIMALS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

14. STATEMENT OF FUNDS (continued)

STATEMENT OF FUNDS - PRIOR YEAR

	Balance at 1 January 2019 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 December 2019 £
General Funds - all funds	2,108,745	205,152	(368,526)	242,320	2,187,691
Total of funds	2,108,745	205,152	(368,526)	242,320	2,187,691

15. PENSION COMMITMENTS

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £1,080 (2019 - £1,673).

16. RELATED PARTY TRANSACTIONS

During the year, three (2019: three) Trustees were paid expenses in aggregate of £382 (2019: £2,281) for travel and subsistence in respect of application of charitable grants.

During the current and prior year no Trustees received any remuneration or benefits in kind for their services.

During the year the Charity paid office rent of £9,000 (2019: £9,000) at a commercial rate to the landlord John Anthony Tenison-Collins, who is the husband of Susan Tenison-Collins, a Trustee of the Charity. The amount outstanding at the year end was £nil (2019: £nil).