

ECTARC LIMITED

England & Wales · Charity number 328154

Details

Other names	EUROPEAN CENTRE FOR TRADITIONAL AND REGIONAL CULTURES, ECTARC
Status	Registered
Legal form	Charitable company
Company number	02238053
Registered	1989-03-30
Register	View on the Charity Commission register

Contact

Address	Ectarc East Street Llangollen LL20 8RB
Phone	01978861514
Email	ectarc@ectarc.com
Website	www.ectarc.com

Activities

Objects: THE PROMOTION MAINTENANCE, IMPROVEMENT AND ADVANCEMENT OF EDUCATION PARTICULARLY BY THE PROMOTION WITHIN THE AREA OF BENEFIT OF EDUCATION ABOUT AND IN TRADITIONAL AND REGIONAL CULTURES OF EUROPE BY THE ENCOURAGEMENT OF THE ARTS RELATING THERETO INCLUDING THE ARTS OF MUSIC, BALLET, SINGING DRAMA AND DANCING.

Activities: Independent training organisation, encouraging language learning and exchange of knowledge, experience and good practice.

Classification

- **How:** Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information, Sponsors Or Undertakes Research
- **What:** Education/training, Arts/culture/heritage/science, Economic/community Development/employment
- **Who:** Children/young People, People With Disabilities, The General Public/mankind

Geography

- **Area of benefit:** THE REGIONS OF THE UNITED KINGDOM AND ELSEWHERE IN EUROPE
- Throughout Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£96,992	£81,924	-	-
2024-03-31	£39,294	£88,115	-	-
2023-03-31	£43,041	£98,979	-	-
2022-03-31	£62,721	£98,007	-	-
2021-03-31	£56,476	£102,797	-	-

Trustees

Name	Role	Appointed
RHIANNON WYN HUGHES MBE	Chair	
Adam Dawson		2026-05-07
Susan Cheshire		2017-12-01

ECTARC LIMITED

England & Wales - Charity number 328154

Accounts

Company registration number 02238053 (England and Wales)

Charity registration number 328154 (England and Wales)

ECTARC LIMITED

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 MARCH 2025

ECTARC LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Ms R W Hughes MBE Mrs S Cheshire Mr A Virgo	
Country of incorporation	United Kingdom (England and Wales)	02238053
Charity registration	England and Wales	328154
Registered office	Parade Street Llangollen Nth Wales LL20 8RB	
Accountants	Mitchell Charlesworth 24 Nicholas Street Chester CH1 2AU	

ECTARC LIMITED

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ECTARC LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 MARCH 2025

The trustees present their annual report and financial statements for the year ended 30 March 2025.

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

Objectives and activities

The charity's objects are the promotion, maintenance, improvement of education and training within Wales, elsewhere in the United Kingdom and in the regions of Europe. The charity will deliver this by organising and taking part in education and training projects and programmes which stimulate an interest and understanding of the cultures and languages of the countries and regions of Europe.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake. The trustees believe that the aims, objectives and services provided by the charity, reflected in the above paragraph, are compliant with the Charity Commission Guidance on Public benefit and the public benefit is further exemplified in the following statements of achievements and performance.

Achievements and performance

ECTARC's previous income streams have been significantly affected by external factors and are now no longer viable. Given the current state of the ELT industry in the UK, it appears unlikely that the organisation will be able to generate income in this area again.

After considering the impact of Brexit, the end of Erasmus+ funding, the closure of the nursery, and the likely expenditure required to maintain the building, the Trustees agreed that the most appropriate course of action would be to sell the property. An independent property adviser was appointed to undertake a Designated Advisor's report, which confirmed that disposal of the property would be in the best interests of the Charity. The building was subsequently sold to a cookery school in October 2024.

ECTARC's trading arm, Llangollen Day Nursery, was dissolved on 29 October 2024, having settled all outstanding obligations and concluded its legal existence. Equipment and resources were redistributed to other early years settings within Denbighshire.

Over several months, the Board explored all possible options for the future of the organisation. However, it was ultimately agreed that the Charity should be wound up. ECTARC's Accountant, who specialises in the closure of charities, has been appointed as an independent professional adviser and will oversee all further discussions of the Board. The distribution of remaining funds is subject to restrictions and must be made to charities operating within the Education and Arts sectors. ECTARC's remaining equipment and resources have been distributed to other settings within Denbighshire.

Following the Board's decision to wind up the Charity and distribute the remaining funds, the Chair wrote to the Charity Commission to seek guidance on the appropriate process. The Board is now in the process of identifying charities with comparable aims to receive the remaining funds.

Financial review

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Following a surplus for the year of £15,068 (2024 - deficit £48,821) the level of unrestricted reserves at 30 March 2025 are £356,798 (2024 - £341,730). The surplus this year is due to the sale of the property in the year.

ECTARC LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2025

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The charity is a company limited by guarantee (number 02238053) and registered charity (number 328154) which is governed by its Memorandum and Articles of Association. The registered office is Parade Street, Llangollen LL20 8RB. Effective governance is delivered by a board who are also trustees. They are responsible for formulating strategies and policies for the company as a whole.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Ms R W Hughes MBE
Mrs S Cheshire
Mr A Virgo

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

New trustees are invited and encouraged to attend a series of short training sessions to familiarise themselves with the charity and the context within it operates. These are led by the Executive Director of the charity.

The obligations of the board members:

- The main documents which set out the operational framework for the charity including the Memorandum and Articles.
- Resourcing and the current financial position as set out in the latest published accounts.
- Future plans and objectives.

Statement of trustees' responsibilities

The trustees, who are also the directors of ECTARC Limited for the purpose 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).

The trustees' report was approved by the Board of Trustees.

Rhiannon Wyn Hughes

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Ms R W Hughes MBE

Trustee
Dated: 03/16/2026

ECTARC LIMITED

ACCOUNTANTS' REPORT TO THE TRUSTEES ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF ECTARC LIMITED FOR THE YEAR ENDED 30 MARCH 2025

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of ECTARC Limited for the year ended 30 March 2025, which comprise the statement of financial activities and the related notes from the charity's accounting records and from information and explanations you have given us.

This report is made to the charity's trustees, as a body, in accordance with the terms of our engagement letter dated 24 May 2023. Our work has been undertaken solely to prepare for your approval the financial statements of ECTARC Limited and state those matters that we have agreed to state to the charity's trustees, as a body. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than ECTARC Limited and the charity's trustees as a body, for our work or for this report.

It is your duty to ensure that ECTARC Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and surplus of ECTARC Limited. You consider that ECTARC Limited is exempt from the statutory audit requirement for the year, and is not required to obtain an independent examiner's report.

We have not been instructed to carry out an audit or a review of the financial statements of ECTARC Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.



Mitchell Charlesworth

Accountants

24 Nicholas Street

Chester

CH1 2AU

Date:16/03/2016.....

ECTARC LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 MARCH 2025

	Notes	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Income and endowments from:			
Donations and legacies	3	580	36,664
Investments	4	3,390	2,630
Other income	5	93,022	-
Total income		<u>96,992</u>	<u>39,294</u>
Expenditure on:			
Charitable activities	6	81,924	88,115
Total expenditure		<u>81,924</u>	<u>88,115</u>
Net gains/(losses) on investments	11	(1)	-
Net income/(expenditure) and movement in funds		<u>15,067</u>	<u>(48,821)</u>
Reconciliation of funds:			
Fund balances at 31 March 2024		<u>341,730</u>	<u>390,551</u>
Fund balances at 30 March 2025		<u>356,797</u>	<u>341,730</u>

All income and expenditure derive from continuing activities, and has come from unrestricted funds.

ECTARC LIMITED

BALANCE SHEET

AS AT 30 MARCH 2025

	Notes	2025 £	£	2024 £	£
Fixed assets					
Tangible assets	13		1,738		209,244
Investments	14		-		1
			<u>1,738</u>		<u>209,245</u>
Current assets					
Debtors	15	-		1,991	
Cash at bank and in hand		360,470		135,027	
		<u>360,470</u>		<u>137,018</u>	
Creditors: amounts falling due within one year	16	(5,411)		(4,533)	
Net current assets			<u>355,059</u>		<u>132,485</u>
Total assets less current liabilities			<u>356,797</u>		<u>341,730</u>
The funds of the charity					
Unrestricted funds	17		356,797		341,730
			<u>356,797</u>		<u>341,730</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 March 2025.

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

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

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

The financial statements were approved by the trustees on 03/16/2026

Rhiannon Wyn Hughes

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Ms R W Hughes MBE
Trustee

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 MARCH 2025

1 Accounting policies

Charity information

ECTARC Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Parade Street, Llangollen, LL20 8RB, Nth Wales.

1.1 Basis of preparation

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

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

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

The accounts have been prepared under the historical cost convention, modified to include certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

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

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

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

1.4 Income

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

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

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

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2025

1 Accounting policies

(Continued)

1.5 Expenditure

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

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

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Costs of generating voluntary income are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities, Other resources expended are those incurred in connection with administration of the Charity. Governance costs relate to the compliance with constitutional and statutory requirement. There are no material support costs and therefore they have no been disclosed separately.

1.6 Tangible fixed assets

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

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

Freehold land and buildings	0% (see below)
Property Improvements	10% Reducing balance
Plant & Machinery	25% Reducing balance

Freehold land and buildings are not depreciated. The reason for this being, the trustees consider the residual value of the property to be similar to the purchase price as the building is kept in a good state of repair. Any depreciation calculated would be immaterial.

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

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2025

1 Accounting policies

(Continued)

1.8 Impairment of fixed assets

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

1.9 Cash and cash equivalents

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

1.10 Financial instruments

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

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

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

Basic financial assets

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

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.11 Employee benefits

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

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

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2025

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Income from donations and legacies

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Donations and gifts	580	36,664
	<u>580</u>	<u>36,664</u>
Donations and gifts		
Other	580	36,664
	<u>580</u>	<u>36,664</u>
	<u>580</u>	<u>36,664</u>
Grants		
	<u>-</u>	<u>-</u>

4 Income from investments

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Interest receivable	3,390	2,630
	<u>3,390</u>	<u>2,630</u>

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2025

5 Other income

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Net gain on disposal of tangible fixed assets	93,022	-

6 Expenditure on charitable activities

	Total 2025 £	Total 2024 £
Direct costs		
Staff costs	42,243	45,394
Depreciation and impairment	579	1,035
Heat and light	11,394	13,951
Printing, postage, stationery and advertising	51	865
Telephone and internet	5,026	5,386
General expenses	5,726	12,081
Loss on foreign exchange	7	-
	<u>65,026</u>	<u>78,712</u>
Share of support and governance costs (see note 7)		
Governance	16,898	9,403
	<u>81,924</u>	<u>88,115</u>
Analysis by fund		
Unrestricted funds	<u>81,924</u>	<u>88,115</u>

7 Support costs allocated to activities

	Total 2025 £	Total 2024 £
Governance	<u>16,898</u>	<u>9,403</u>

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2025

7 Support costs allocated to activities	(Continued)	
	2025	2024
	£	£
Governance costs comprise:		
Accountancy	5,179	-
Legal and professional	11,719	4,522
Independent examiners fee	-	4,881
	<u>16,898</u>	<u>9,403</u>
	<u><u>16,898</u></u>	<u><u>9,403</u></u>
8 Net movement in funds	2025	2024
	£	£
The net movement in funds is stated after charging/(crediting):		
Fees payable to the charity's accountant:		
- for the independent examination of the charity's financial statements	-	4,080
- for other financial services	5,179	801
Depreciation of owned tangible fixed assets	579	1,035
Profit on disposal of tangible fixed assets	(93,022)	-
	<u>(93,022)</u>	<u>-</u>
	<u><u>(93,022)</u></u>	<u><u>-</u></u>
9 Trustees		
Two of the trustees received reimbursed travel expenses during the year being a total of £282 (2024 - £63).		
None of the trustees of the charity hold paid positions.		
10 Employees		
The average monthly number of employees during the year was:		
	2025	2024
	Number	Number
Number of administrative staff	<u>2</u>	<u>2</u>
	<u><u>2</u></u>	<u><u>2</u></u>
Employment costs	2025	2024
	£	£
Wages and salaries	42,243	45,394
	<u>42,243</u>	<u>45,394</u>
	<u><u>42,243</u></u>	<u><u>45,394</u></u>

There were no employees whose annual remuneration was more than £60,000.

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2025

10 Employees

(Continued)

Remuneration of key management personnel

None of the staff are considered to be "key management personnel", this is because all decisions are made by the Trustees.

None of the Trustees hold paid positions within the charity.

11 Gains and losses on investments

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Gains/(losses) arising on:		
Sale of investments	(1)	-

12 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

13 Tangible fixed assets

	Freehold land and buildings £	Property Improvements £	Plant & Machinery £	Total £
Cost				
At 31 March 2024	204,453	28,986	89,271	322,710
Additions	-	-	52	52
Disposals	(204,453)	(28,986)	-	(233,439)
At 30 March 2025	-	-	89,323	89,323
Depreciation and impairment				
At 31 March 2024	-	26,461	87,006	113,467
Depreciation charged in the year	-	-	579	579
Eliminated in respect of disposals	-	(26,461)	-	(26,461)
At 30 March 2025	-	-	87,585	87,585
Carrying amount				
At 30 March 2025	-	-	1,738	1,738
At 30 March 2024	204,453	2,526	2,265	209,244

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2025

14 Fixed asset investments

	Other investments £
Cost or valuation	
At 31 March 2024	1
Disposals	(1)

At 30 March 2025	-

Carrying amount	
At 30 March 2025	-
	=====
At 30 March 2024	1
	=====

	2025	2024
	£	£
Other investments comprise:		
	Notes	
Investments in subsidiaries	-	1
	=====	=====

15 Debtors

	2025	2024
	£	£
Amounts falling due within one year:		
Prepayments and accrued income	-	1,991
	=====	=====

16 Creditors: amounts falling due within one year

	2025	2024
	£	£
Other taxation and social security	388	409
Trade creditors	1,873	41
Other creditors	3,150	4,083
	-----	-----
	5,411	4,533
	=====	=====

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2025

17 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 31 March 2024	Incoming resources	Resources expended	Gains and losses	At 30 March 2025
	£	£	£	£	£
General funds	341,730	96,992	(81,924)	(1)	356,797
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Previous year:	At 31 March 2023	Incoming resources	Resources expended	Gains and losses	At 30 March 2024
	£	£	£	£	£
General funds	390,551	39,294	(88,115)	-	341,730
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

ECTARC LIMITED
Parade Street, Llangollen, North Wales, LL20 8RB

Mitchell Charlesworth
24 Nicholas Street
Chester
CH1 2AU

Dear Sirs

This letter is provided in connection with your independent examination of the accounts of ECTARC Limited for the year ended 30 March 2025.

We confirm that the following representations are made to the best of our knowledge and belief, having made such inquiries of management and staff as we considered necessary to satisfy ourselves that each of the following representations can properly be made.

General

We have fulfilled our responsibilities as trustees, as set out in the terms of your engagement letter dated 26 May 2023 under the Companies Act 2006, for the preparation of the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) for being satisfied that they give a true and fair view and for making accurate representations to you.

All accounting records and relevant information have been made available to you for the purpose of your independent examination and all transactions undertaken by the charitable company have been properly recorded in the accounting records and are reflected in the accounts.

All other records and related information, including minutes of all trustees and members meetings, have been made available to you. We have provided unrestricted access to persons within the entity from whom you have deemed it necessary to request information.

We confirm that the accounts are free of material misstatements, including omissions.

Internal Control and Fraud

We acknowledge our responsibility for the design, implementation and maintenance of internal control systems to prevent and detect fraud.

We have disclosed to you all information in relation to fraud or suspected fraud that we are aware of affecting the entity involving management or employees who have a significant role in internal control or others where fraud could have a material effect on the accounts.

We have also disclosed to you all information in relation to allegations of fraud, or suspected fraud affecting the entity's accounts communicated by current or former employees, analysts, regulators or others.

Laws and Regulations

We confirm that we are not aware of any possible or actual instance of non-compliance with those laws and regulations which provide a legal framework within which the charitable company conducts its business and which could affect the accounts.

The charitable company has complied with all aspects of its contractual agreements that could have a material effect on the accounts in the event of non-compliance.

Accounting Estimates

Significant assumptions used by us in making accounting estimates, including those measured at fair value, are reasonable.

Assets and Liabilities

The charitable company has satisfactory title to all assets, and there are no liens or encumbrances on the charitable company's assets except as disclosed in the accounts.

We have recorded or disclosed, as appropriate, all liabilities both actual and contingent, and have disclosed in the notes to the accounts all guarantees given to third parties.

The carrying value and where relevant the fair value measurements and classification of assets and liabilities are properly reflected in the accounts and there are no plans or intentions that may materially alter this.

Loans and Arrangements

The charitable company has at no time during the year entered into any arrangement, transaction or agreement to provide credit facilities (including loans, quasi loans or credit transactions) for trustees, nor to guarantee or provide security for such matters.

Legal Claims

We have disclosed all known actual or possible litigation and claims that have been, or are expected to be received and such matters, as appropriate, have been properly accounted for and disclosed in the accounts.

Related Parties

Related party relationships and transactions have been appropriately accounted for and disclosed in the accounts. We have disclosed to you all relevant information concerning such relationships and transactions and are not aware of any other matters that require disclosure in order to comply with the requirements of company law or accounting standards.

Subsequent Events

All events since the balance sheet date which require disclosure or which would materially affect the amounts in the accounts have been adjusted or included in the accounts.

Going Concern

We believe that the charitable company's accounts should be prepared on a going concern basis on the grounds that the current and future sources of funding or support will be more than adequate for the charitable company's needs. We have considered a period of twelve months from the date of approval of the accounts.

We believe that no further disclosures relating to the charitable company's ability to continue as a going concern need to be made in the accounts.

Grants and donations

All grants, donations and other income, the receipt of which being subject to specific terms or conditions, have been notified to you. There have been no breaches of terms or conditions in the application of such income.

Regulatory matters

We are not aware of any matters of material significance that should be reported to the Charity Commission.

There have been no other communications with the Charity Commission or other regulatory bodies during the year or subsequently concerning matters of non-compliance with any legal duty.

Yours faithfully

Signed on behalf of the board of trustees by:

Rhiannon Wyn Hughes

.....
Mrs R W Hughes MBE
Trustee

03/16/2026

ECTARC LIMITED

England & Wales - Charity number 328154

Accounts

Charity registration number 328154

Company registration number 02238053 (England and Wales)

ECTARC LIMITED

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 MARCH 2024

ECTARC LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Ms R W Hughes MBE Mrs S Cheshire Mr A Virgo
Charity number	328154
Company number	02238053
Registered office	Parade Street Llangollen Nth Wales LL20 8RB
Independent examiner	Mitchell Charlesworth 24 Nicholas Street Chester CH1 2AU

ECTARC LIMITED

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ECTARC LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 MARCH 2024

The trustees present their annual report and financial statements for the year ended 30 March 2024.

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

Objectives and activities

The charity's objects are the promotion, maintenance, improvement of education and training within Wales, elsewhere in the United Kingdom and in the regions of Europe. The charity will deliver this by organising and taking part in education and training projects and programmes which stimulate an interest and understanding of the cultures and languages of the countries and regions of Europe.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake. The trustees believe that the aims, objectives and services provided by the charity, reflected in the above paragraph, are compliant with the Charity Commission Guidance on Public benefit and the public benefit is further exemplified in the following statements of achievements and performance.

Achievements and performance

ECTARC's previous income streams have been affected by external factors and are now non-existent and taking into account the current state of the ELT industry in the UK and loss of ERASMUS+ it seems unlikely we will be able to generate income in this area again. Initially we looked at the alternatives to ERASMUS+ offered in the UK and later in Wales but these do not accommodate incoming only student groups.

Having accepted that the practicalities and cost of gaining the required language school accreditation to bring students to the UK, during the year we pursued accreditation for online pre-masters degree courses and university pathways with national providers.

Guided by a trustee with considerable experience in the industry and most importantly agent contacts, we looked in depth at collaborating with NCUK (The Northern Consortium of UK Universities) and subsequently NCC Education undertaking the accreditation process with both. However, we were unable to pursue this route due to the up-front costs and concluded that the charity would struggle to generate enough income from initial courses.

ECTARC's trading arm: Llangollen Day Nursery – due to the rising costs of food, staff and particularly energy in our large Victorian school building, we commissioned an independent Childcare and Early Years Consultant to review the commercial viability of the Nursery. Unfortunately, the Consultant concluded her report by saying that her recommendation was that the Nursery was not viable as an operation. After careful consideration, we took the difficult decision to close the nursery. Redundancy consultations took place and nursery Parents/Carers were given notice. The Nursery closed on the 14th August.

Equipment and resources received through the Small Grant Scheme were redistributed amongst other settings within Denbighshire as instructed by the DCC Childcare & Play Development Manager.

Plan for the future

Having explored the changes around Brexit, Erasmus+, the nursery closure and the likely expenditure required on the building, we agreed that the best option for ECTARC would be to sell the building with the possibility of renting an office.

An independent property adviser was instructed to carry out a Designated Advisor's Report (in accordance with the provisions of the charities act 2020). The report confirmed that it would be in the Charity's best interest to dispose of the property.

Solicitors were appointed and the property was marketed in February 2024. Expressions of interest from viewings confirmed a number of interested parties. As of 31st March 2024 the building remains unsold.

ECTARC LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2024

Financial review

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Following a deficit for the year of £48,821 (2023 - £55,938) the level of unrestricted reserves at 30 March 2024 are £341,730 (2023 - £390,551). This currently equates to over 2 years worth of expenditure.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The charity is a company limited by guarantee (number 02238053) and registered charity (number 328154) which is governed by its Memorandum and Articles of Association. The registered office is Parade Street, Llangollen LL20 8RB. Effective governance is delivered by a board who are also trustees. They are responsible for formulating strategies and policies for the company as a whole.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Ms R W Hughes MBE

Mrs S Cheshire

Mr A Virgo

Mr N P Decourt

(Resigned 24 July 2023)

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

New trustees are invited and encouraged to attend a series of short training sessions to familiarise themselves with the charity and the context within it operates. These are led by the Executive Director of the charity.

The obligations of the board members:

- The main documents which set out the operational framework for the charity including the Memorandum and Articles.
- Resourcing and the current financial position as set out in the latest published accounts.
- Future plans and objectives.

ECTARC LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2024

Statement of trustees' responsibilities

The trustees, who are also the directors of ECTARC Limited for the purpose 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 which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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 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 operation.

The trustees are responsible for keeping adequate accounting records that 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.

The trustees' report was approved by the Board of Trustees.

Rhiannon Wyn Hughes

.....
Ms R W Hughes MBE

Trustee 18/12/2024

Dated:

ECTARC LIMITED

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF ECTARC LIMITED

I report to the trustees on my examination of the financial statements of ECTARC Limited (the charity) for the year ended 30 March 2024.

Responsibilities and basis of report

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

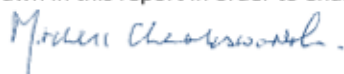
Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act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

Independent examiner's statement

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

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



Mitchell Charlesworth

24 Nicholas Street
Chester
CH1 2AU

18/12/2024

Dated:

ECTARC LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 MARCH 2024

	Notes	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Income from:			
Donations and legacies	3	36,664	42,028
Investments	4	2,630	1,013
Total income		39,294	43,041
Expenditure on:			
Charitable activities	5	88,115	98,979
Total expenditure		88,115	98,979
Net expenditure and movement in funds		(48,821)	(55,938)
Reconciliation of funds:			
Fund balances at 31 March 2023		390,551	446,489
Fund balances at 30 March 2024		341,730	390,551

All income and expenditure derive from continuing activities, and has come from unrestricted funds.

ECTARC LIMITED

BALANCE SHEET

AS AT 30 MARCH 2024

	Notes	2024		2023	
		£	£	£	£
Fixed assets					
Tangible assets	11		209,244		210,278
Investments	12		1		1
			<u>209,245</u>		<u>210,279</u>
Current assets					
Debtors	13	1,991		3,598	
Cash at bank and in hand		135,027		180,435	
		<u>137,018</u>		<u>184,033</u>	
Creditors: amounts falling due within one year	14	(4,533)		(3,761)	
		<u>132,485</u>		<u>180,272</u>	
Net current assets			132,485		180,272
Total assets less current liabilities			<u>341,730</u>		<u>390,551</u>
Net assets excluding pension liability			<u>341,730</u>		<u>390,551</u>
			<u>341,730</u>		<u>390,551</u>
The funds of the charity					
Unrestricted funds			341,730		390,551
			<u>341,730</u>		<u>390,551</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 March 2024.

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

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

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

18/12/2024

The financial statements were approved by the trustees on

Rhiannon Wyn Hughes

.....
Ms R W Hughes MBE

Trustee

Company registration number 02238053 (England and Wales)

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 MARCH 2024

1 Accounting policies

Charity information

ECTARC Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Parade Street, Llangollen, LL20 8RB, Nth Wales.

1.1 Accounting convention

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

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

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

The accounts have been prepared under the historical cost convention, modified to include certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

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

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

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

1.4 Income

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

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

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

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2024

1 Accounting policies

(Continued)

1.5 Expenditure

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

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

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Costs of generating voluntary income are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Other resources expended are those incurred in connection with administration of the Charity. Governance costs relate to the compliance with constitutional and statutory requirement. There are no material support costs and therefore they have not been disclosed separately.

1.6 Tangible fixed assets

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

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

Freehold land and buildings	0% (see below)
Property Improvements	10% Reducing balance
Plant & Machinery	25% Reducing balance

Freehold land and buildings are not depreciated. The reason for this being, the trustees consider the residual value of the property to be similar to the purchase price as the building is kept in a good state of repair. Any depreciation calculated would be immaterial.

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

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2024

1 Accounting policies

(Continued)

1.8 Impairment of fixed assets

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

1.9 Cash and cash equivalents

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

1.10 Financial instruments

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

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

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

Basic financial assets

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

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.11 Employee benefits

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

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

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2024

1 Accounting policies (Continued)

1.12 Retirement benefits

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

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Income from donations and legacies

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Donations and gifts	36,664	42,028
	<u> </u>	<u> </u>
Donations and gifts		
Other	36,664	42,028
	<u> </u>	<u> </u>
	36,664	42,028
	<u> </u>	<u> </u>
Grants receivable for core activities		
	<u> </u>	<u> </u>
	-	-
	<u> </u>	<u> </u>

4 Income from investments

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Interest receivable	2,630	1,013
	<u> </u>	<u> </u>

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2024

5 Expenditure on charitable activities

	Total 2024 £	Total 2023 £
Direct costs		
Staff costs	45,394	55,931
Depreciation and impairment	1,035	1,318
Youth exchange costs - outward	-	1
Heat and light	13,951	13,515
Printing, postage, stationery and advertising	865	549
Telephone and internet	5,386	4,531
General expenses	12,081	14,002
	<u>78,712</u>	<u>89,847</u>
Share of support and governance costs (see note 6)		
Governance	9,403	9,132
	<u>88,115</u>	<u>98,979</u>
Analysis by fund		
Unrestricted funds	<u>88,115</u>	<u>98,979</u>

6 Support costs allocated to activities

	Total 2024 £	Total 2023 £
Governance	<u>9,403</u>	<u>9,132</u>
	2024	2023
Governance costs comprise:	£	£
Legal and professional	4,522	4,291
Independent examiners fees	4,881	4,841
	<u>9,403</u>	<u>9,132</u>

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2024

7	Net movement in funds	2024	2023
		£	£
	The net movement in funds is stated after charging/(crediting):		
	Fees payable to the charity's independent examiner:		
	- for the independent examination of the charity's financial statements	4,080	3,900
	- for other financial services	801	941
	Depreciation of owned tangible fixed assets	1,035	1,318
		<u> </u>	<u> </u>

8 Trustees

One of the trustees received reimbursed travel expenses during the year of £63 (2023 - £Nil).

None of the trustees of the charity hold paid positions.

9 Employees

The average monthly number of employees during the year was:

	2024	2023
	Number	Number
Number of administrative staff	2	3
	<u> </u>	<u> </u>

Employment costs

	2024	2023
	£	£
Wages and salaries	45,394	50,916
Social security costs	-	5,312
Other pension costs	-	(297)
	<u> </u>	<u> </u>
	<u>45,394</u>	<u>55,931</u>

There were no employees whose annual remuneration was more than £60,000.

Remuneration of key management personnel

None of the staff are considered to be "key management personnel", this is because all decisions are made by the Trustees.

None of the Trustees hold paid positions within the charity.

10 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2024

13 Debtors

	2024	2023
	£	£
Amounts falling due within one year:		
Amounts owed by subsidiary undertakings	-	225
Prepayments and accrued income	1,991	3,373
	<u>1,991</u>	<u>3,598</u>

14 Creditors: amounts falling due within one year

	2024	2023
	£	£
Other taxation and social security	409	(241)
Trade creditors	41	101
Other creditors	4,083	3,901
	<u>4,533</u>	<u>3,761</u>

15 Retirement benefit schemes

	2024	2023
	£	£
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	-	(297)
	<u>-</u>	<u>(297)</u>

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

16 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 31 March 2023	Incoming resources	Resources expended	At 30 March 2024
	£	£	£	£
General funds	390,551	39,294	(88,115)	341,730
	<u>390,551</u>	<u>39,294</u>	<u>(88,115)</u>	<u>341,730</u>
Previous year:	At 31 March 2022	Incoming resources	Resources expended	At 30 March 2023
	£	£	£	£
General funds	446,489	43,041	(98,979)	390,551
	<u>446,489</u>	<u>43,041</u>	<u>(98,979)</u>	<u>390,551</u>

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2024

17 Events after the reporting date

Please see the Trustees Report and Note 19 (below) for details of events after the end of the period. These events are deemed to be non-adjusting events.

18 Related party transactions

At the year end the company was owed £Nil (2023 - £225) by Llangollen Day Nursery Limited, a company in which ECTARC Limited is the sole shareholder. This loan bears no right to interest and has no fixed repayment terms.

During the year ECTARC Limited received unrestricted donations of £36,664 (2023: £42,028) from Llangollen Day Nursery Limited.

19 Subsidiaries

These financial statements are separate charity financial statements for ECTARC Limited.

ECTARC Limited as the parent of a small group is exempt from preparing consolidated accounts.

Details of the charity's subsidiaries at 30 March 2024 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Llangollen Day Nursery Limited	England and Wales	Childcare	Ordinary	100.00	

The companies registered office is, Parade Street, Llangollen, Nth Wales, LL20 8RB.

The company number is 11108303.

The investments in subsidiaries are all stated at cost.

Llangollen Day Nursery Limited filed notice for voluntary strike-off on 13 August 2024 and will be struck off the register and dissolved not less than 2 months from this date.

See the Trustees Report for further discussion surrounding this.

This is considered to be a none adjusting subsequent event.

ECTARC LIMITED
Parade Street, Llangollen, North Wales, LL20 8RB

Mitchell Charlesworth
24 Nicholas Street
Chester
CH1 2AU

18/12/2024

Dear Sirs

This letter is provided in connection with your independent examination of the accounts of ECTARC Limited for the year ended 30 March 2024.

We confirm that the following representations are made to the best of our knowledge and belief, having made such inquiries of management and staff as we considered necessary to satisfy ourselves that each of the following representations can properly be made.

General

We have fulfilled our responsibilities as trustees, as set out in the terms of your engagement letter dated 26 May 2023 under the Companies Act 2006, for the preparation of the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) for being satisfied that they give a true and fair view and for making accurate representations to you.

All accounting records and relevant information have been made available to you for the purpose of your independent examination and all transactions undertaken by the charitable company have been properly recorded in the accounting records and are reflected in the accounts.

All other records and related information, including minutes of all trustees and members meetings, have been made available to you. We have provided unrestricted access to persons within the entity from whom you have deemed it necessary to request information.

We confirm that the accounts are free of material misstatements, including omissions.

Internal Control and Fraud

We acknowledge our responsibility for the design, implementation and maintenance of internal control systems to prevent and detect fraud.

We have disclosed to you all information in relation to fraud or suspected fraud that we are aware of affecting the entity involving management or employees who have a significant role in internal control or others where fraud could have a material effect on the accounts.

We have also disclosed to you all information in relation to allegations of fraud, or suspected fraud affecting the entity's accounts communicated by current or former employees, analysts, regulators or others.

Laws and Regulations

We confirm that we are not aware of any possible or actual instance of non-compliance with those laws and regulations which provide a legal framework within which the charitable company conducts its business and which could affect the accounts.

The charitable company has complied with all aspects of its contractual agreements that could have a material effect on the accounts in the event of non-compliance.

Accounting Estimates

Significant assumptions used by us in making accounting estimates, including those measured at fair value, are reasonable.

Assets and Liabilities

The charitable company has satisfactory title to all assets, and there are no liens or encumbrances on the charitable company's assets except as disclosed in the accounts.

We have recorded or disclosed, as appropriate, all liabilities both actual and contingent, and have disclosed in the notes to the accounts all guarantees given to third parties.

The carrying value and where relevant the fair value measurements and classification of assets and liabilities are properly reflected in the accounts and there are no plans or intentions that may materially alter this.

Loans and Arrangements

The charitable company has at no time during the year entered into any arrangement, transaction or agreement to provide credit facilities (including loans, quasi loans or credit transactions) for trustees, nor to guarantee or provide security for such matters.

Legal Claims

We have disclosed all known actual or possible litigation and claims that have been, or are expected to be received and such matters, as appropriate, have been properly accounted for and disclosed in the accounts.

Related Parties

Related party relationships and transactions have been appropriately accounted for and disclosed in the accounts. We have disclosed to you all relevant information concerning such relationships and transactions and are not aware of any other matters that require disclosure in order to comply with the requirements of company law or accounting standards.

Subsequent Events

All events since the balance sheet date which require disclosure or which would materially affect the amounts in the accounts have been adjusted or included in the accounts.

Going Concern

We believe that the charitable company's accounts should be prepared on a going concern basis on the grounds that the current and future sources of funding or support will be more than adequate for the charitable company's needs. We have considered a period of twelve months from the date of approval of the accounts.

We believe that no further disclosures relating to the charitable company's ability to continue as a going concern need to be made in the accounts.

Grants and donations

All grants, donations and other income, the receipt of which being subject to specific terms or conditions, have been notified to you. There have been no breaches of terms or conditions in the application of such income.

Regulatory matters

We are not aware of any matters of material significance that should be reported to the Charity Commission.

There have been no other communications with the Charity Commission or other regulatory bodies during the year or subsequently concerning matters of non-compliance with any legal duty.

Yours faithfully

Signed on behalf of the board of trustees by:

Rhiannon Wyn Hughes

.....
Mrs R W Hughes MBE
Trustee

ECTARC LIMITED

England & Wales - Charity number 328154

Accounts

Charity registration number 328154

Company registration number 02238053 (England and Wales)

ECTARC LIMITED
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 MARCH 2023

ECTARC LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Ms R W Hughes MBE Mrs S Cheshire Mr A Virgo
Charity number	328154
Company number	02238053
Registered office	Parade Street Llangollen Nth Wales LL20 8RB
Independent examiner	Mitchell Charlesworth 24 Nicholas Street Chester CH1 2AU

ECTARC LIMITED

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ECTARC LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 MARCH 2023

The trustees present their annual report and financial statements for the year ended 30 March 2023.

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

Objectives and activities

The charity's objects are the promotion, maintenance, improvement of education and training within Wales, elsewhere in the United Kingdom and in the regions of Europe. The charity will deliver this by organising and taking part in education and training projects and programmes which stimulate an interest and understanding of the cultures and languages of the countries and regions of Europe.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake. The trustees believe that the aims, objectives and services provided by the charity, reflected in the above paragraph, are compliant with the Charity Commission Guidance on Public benefit and the public benefit is further exemplified in the following statements of achievements and performance.

Achievements and performance

Due to the changes outlined in our last report, around Brexit, Erasmus and the pandemic, we did not expect to receive students in this year. Our Nursery utilised unused classrooms within the building and developed early years education for 3+ year olds. In order to save money, ECTARC staff supported much of this development. We also investigated grant funding to develop family learning, family support projects and holiday clubs around the nursery. However, it became apparent that we did not have the necessary outside space to develop holiday club activities alongside our trading arm and research showed other services were being provided or developed already locally.

Meanwhile having accepted that the practicalities and cost of gaining the required language school accreditation to bring students to the UK was prohibitive, we pursued accreditation for online pre-masters degree courses and university pathways with national providers, guided by a new trustee with a wealth of knowledge in this area. Whilst one of these providers was eventually discounted because of initial cost, another looks promising as we come to the end of this year.

ECTARC's Erasmus Coordinator took voluntary redundancy in January 2023 based on reduced workload. ECTARC remaining staff continue to pursue the potential to create an online language teaching operation, support areas of our day nursery and maintain the building.

ECTARC will need to plan for the rising costs in particularly energy in our large Victorian School building and significant expenditure particularly in relation to roof and heating.

We know these are challenging times into a period of economic uncertainty. We are fortunate to have a range of skills in our trustees and staff which we are confident will allow us to adapt and continue delivering the aims of our charity.

Plan for the future

The overall financial performance for the year shows a loss of £55,938 . The Company's Business Plan will continue to be reviewed and updated to reflect the need to maintain a secure financial base by refining key objectives aimed at developing new and existing business.

Financial review

ECTARC LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2023

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Following a deficit for the year of £55,938 (2022 - £35,826) the level of unrestricted reserves at 30 March 2023 are £390,531 (2022 - £446,489). This currently equates to over 2 years worth of expenditure.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The charity is a company limited by guarantee (number 02238053) and registered charity (number 328154) which is governed by its Memorandum and Articles of Association. The registered office is Parade Street, Llangollen LL20 8RB. Effective governance is delivered by a board who are also trustees. They are responsible for formulating strategies and policies for the company as a whole.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Ms R W Hughes MBE

Mrs S Cheshire

Mr A Virgo

Mr N P Decourt

(Resigned 24 July 2023)

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

New trustees are invited and encouraged to attend a series of short training sessions to familiarise themselves with the charity and the context within it operates. These are led by the Executive Director of the charity.

The obligations of the board members:

- The main documents which set out the operational framework for the charity including the Memorandum and Articles.
- Resourcing and the current financial position as set out in the latest published accounts.
- Future plans and objectives.

ECTARC LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2023

Statement of trustees' responsibilities

The trustees, who are also the directors of ECTARC Limited for the purpose 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).

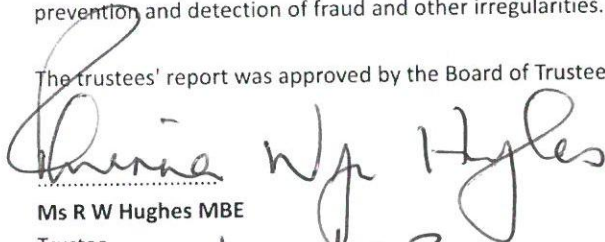
Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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 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 operation.

The trustees are responsible for keeping adequate accounting records that 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.

The trustees' report was approved by the Board of Trustees.


Ms R W Hughes MBE
Trustee
Dated: 14/12/23

ECTARC LIMITED

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF ECTARC LIMITED

I report to the trustees on my examination of the financial statements of ECTARC Limited (the charity) for the year ended 30 March 2023.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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



Mitchell Charlesworth

24 Nicholas Street
Chester
CH1 2AU

Dated: 14/12/23

ECTARC LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 MARCH 2023

	Notes	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Income from:			
Donations and legacies	3	42,028	62,617
Investments	4	1,013	104
		<hr/>	<hr/>
Total income		43,041	62,721
		<hr/>	<hr/>
Expenditure on:			
Charitable activities	5	98,979	98,007
		<hr/>	<hr/>
Net expenditure for the year/ Net movement in funds		(55,938)	(35,286)
Fund balances at 31 March 2022		446,489	481,775
		<hr/>	<hr/>
Fund balances at 30 March 2023		390,551	446,489
		<hr/> <hr/>	<hr/> <hr/>

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

All income and expenditure derive from continuing activities, and has come from unrestricted funds.

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

ECTARC LIMITED

BALANCE SHEET

AS AT 30 MARCH 2023

	Notes	2023		2022	
		£	£	£	£
Fixed assets					
Tangible assets	10		210,278		211,169
Investments	11		1		1
			<u>210,279</u>		<u>211,170</u>
Current assets					
Debtors	12	3,598		8,523	
Cash at bank and in hand		180,435		230,578	
		<u>184,033</u>		<u>239,101</u>	
Creditors: amounts falling due within one year	13	(3,761)		(3,782)	
Net current assets			<u>180,272</u>		<u>235,319</u>
Total assets less current liabilities			<u>390,551</u>		<u>446,489</u>
Income funds					
Unrestricted funds			<u>390,551</u>		<u>446,489</u>
			<u>390,551</u>		<u>446,489</u>

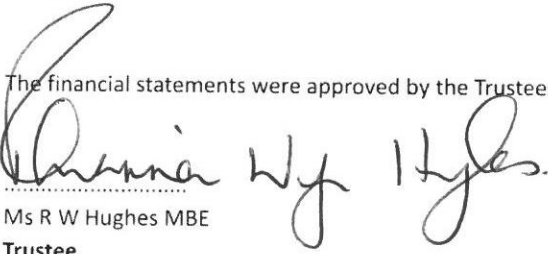
The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 March 2023.

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

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

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

The financial statements were approved by the Trustees on


Ms R W Hughes MBE
Trustee

Company registration number 02238053

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 MARCH 2023

1 Accounting policies

Charity information

ECTARC Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Parade Street, Llangollen, LL20 8RB, Nth Wales.

1.1 Accounting convention

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

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

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

The accounts have been prepared under the historical cost convention, modified to include certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

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

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

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

1.4 Income

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

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

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

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2023

1 Accounting policies

(Continued)

1.5 Expenditure

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

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

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Costs of generating voluntary income are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Other resources expended are those incurred in connection with administration of the Charity. Governance costs relate to the compliance with constitutional and statutory requirement. There are no material support costs and therefore they have not been disclosed separately.

1.6 Tangible fixed assets

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

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

Freehold land and buildings	0% (see below)
Property Improvements	10% Reducing balance
Plant & Machinery	25% Reducing balance

Freehold land and buildings are not depreciated. The reason for this being, the trustees consider the residual value of the property to be similar to the purchase price as the building is kept in a good state of repair. Any depreciation calculated would be immaterial.

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

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2023

1 Accounting policies (Continued)

1.8 Impairment of fixed assets

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

1.9 Cash and cash equivalents

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

1.10 Financial instruments

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

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

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

Basic financial assets

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

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.11 Employee benefits

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

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

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2023

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Donations and gifts	42,028	35,000
Other coronavirus grants	-	27,617
	<u>42,028</u>	<u>62,617</u>
Donations and gifts		
Other	<u>42,028</u>	<u>35,000</u>
	<u>42,028</u>	<u>35,000</u>
Grants receivable for core activities		
Coronavirus Job Retention Scheme Grant	-	20,117
Other Coronavirus Support Grants	-	7,500
	<u>-</u>	<u>27,617</u>

4 Investments

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Interest receivable	<u>1,013</u>	<u>104</u>

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2023

5 Charitable activities

	2023	2022
	£	£
Staff costs	55,931	59,055
Depreciation and impairment	1,318	1,546
Youth exchange costs - outward	1	(1)
Heat and light	13,515	8,231
Printing, postage, stationary and advertising	549	179
Telephone and internet	4,531	5,347
General expenses	14,002	16,446
	<u>89,847</u>	<u>90,803</u>
Share of governance costs (see note 6)	9,132	7,204
	<u>98,979</u>	<u>98,007</u>

6 Support costs

	Support costs	Governance costs	2023	2022
	£	£	£	£
Audit fees	-	4,841	4,841	5,206
Legal and professional	-	4,291	4,291	1,998
	<u>-</u>	<u>9,132</u>	<u>9,132</u>	<u>7,204</u>
Analysed between				
Charitable activities	-	9,132	9,132	7,204
	<u>-</u>	<u>9,132</u>	<u>9,132</u>	<u>7,204</u>

Governance costs includes payments to the auditors of £nil (2022- £nil) for audit fees.

7 Trustees

The trustees received reimbursed travel expenses during the year of £nil (2022 - £177).

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2023

8 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
Number of administrative staff	3	3
	<u>3</u>	<u>3</u>
Employment costs	2023	2022
	£	£
Wages and salaries	50,916	60,670
Social security costs	5,312	(1,912)
Other pension costs	(297)	297
	<u>55,931</u>	<u>59,055</u>

There were no employees whose annual remuneration was more than £60,000.

9 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2023

10 Tangible fixed assets

	Freehold land and buildings	Property Improvements	Plant & Machinery	Total
	£	£	£	£
Cost				
At 31 March 2022	204,453	28,986	88,843	322,282
Additions	-	-	428	428
At 30 March 2023	204,453	28,986	89,271	322,710
Depreciation and impairment				
At 31 March 2022	-	25,869	85,245	111,114
Depreciation charged in the year	-	312	1,006	1,318
At 30 March 2023	-	26,181	86,251	112,432
Carrying amount				
At 30 March 2023	204,453	2,805	3,020	210,278
At 30 March 2022	204,453	3,118	3,598	211,169

11 Fixed asset investments

		2023	2022
	Notes	£	£
Cost or valuation			
At 31 March 2022 & 30 March 2023			1
Carrying amount			
At 30 March 2023			1
At 30 March 2022			1
Other investments comprise:			
Investments in subsidiaries	15	1	1

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2023

11	Fixed asset investments		(Continued)
12	Debtors	2023	2022
	Amounts falling due within one year:	£	£
	Amounts owed by subsidiary undertakings	225	225
	Other debtors	-	5,116
	Prepayments and accrued income	3,373	3,182
		<u>3,598</u>	<u>8,523</u>
13	Creditors: amounts falling due within one year	2023	2022
		£	£
	Other taxation and social security	(241)	(327)
	Trade creditors	101	(66)
	Other creditors	3,901	4,175
		<u>3,761</u>	<u>3,782</u>

14 Related party transactions

At the year end the company was owed £28 (2022 - £225) by Llangollen Day Nursery Limited, a company in which ECTARC Limited is the sole shareholder. This loan bears no right to interest and has no fixed repayment terms.

15 Subsidiaries

These financial statements are separate charity financial statements for ECTARC Limited.

ECTARC Limited as the parent of a small group is exempt from preparing consolidated accounts.

Details of the charity's subsidiaries at 30 March 2023 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Llangollen Day Nursery Limited	England and Wales	Childcare	Ordinary	100.00	

The companies registered office is, Parade Street, Llangollen, Nth Wales, LL20 8RB.

The investments in subsidiaries are all stated at cost.

ECTARC LIMITED

England & Wales - Charity number 328154

Accounts

Charity registration number 328154

Company registration number 02238053 (England and Wales)

ECTARC LIMITED

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 MARCH 2022

ECTARC LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Ms R W Hughes MBE Mrs S Cheshire Mr A Virgo Mr N P Decourt
Charity number	328154
Company number	02238053
Registered office	Parade Street Llangollen Nth Wales LL20 8RB
Independent examiner	Mitchell Charlesworth 24 Nicholas Street Chester CH1 2AU

ECTARC LIMITED

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ECTARC LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 MARCH 2022

The trustees present their annual report and financial statements for the year ended 30 March 2022.

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

Objectives and activities

The charity's objects are the promotion, maintenance, improvement of education and training within Wales, elsewhere in the United Kingdom and in the regions of Europe. The charity will deliver this by organising and taking part in education and training projects and programmes which stimulate an interest and understanding of the cultures and languages of the countries and regions of Europe.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake. The trustees believe that the aims, objectives and services provided by the charity, reflected in the above paragraph, are compliant with the Charity Commission Guidance on Public benefit and the public benefit is further exemplified in the following statements of achievements and performance.

Achievements and performance

Erasmus+ Inward

Programmes April 2021 to March 2022

The UK Government's decision not to take part in ERASMUS+ at the beginning of 2022, led to a loss of previously regular annual bookings from partners in the EU. The long - standing nature of our relationships with many of our partners also led to requests from them to help secure new partners to work with in Ireland. We hope very much we will be able to work with our partners again in the future and contact with them continues. This year has been very much a year of re-evaluation, research and reset as far as establishing new directions and revenue streams within our charitable aims.

We had hoped the UK Government's Turing scheme, a replacement for ERASMUS+ may offer an opportunity for us but it does not cover inward groups. The new Welsh scheme 'TAITH' could work for us if we find ourselves in the position of having our own student groups though accreditation would need to be re-applied for.

During this year, extensive research and consultation took place with other organisations looking at providing pre- sessional courses for international students coming to or applying to UK universities, working with another well known language school as a satellite centre and offering educational tourism courses. We also liaised with Business Wales regarding the possibility of linking education and arts projects to local tourism initiatives.

Prior to the rapid growth in the 1990s of our international co-operation projects, ECTARC had an excellent reputation in the cultural sector, staging exhibitions, workshops and cultural research projects and we are excited by the possibility that our future could include an element of activities in this area again.

Whilst this year saw the end of our ERASMUS era, our trading arm Llangollen Day Nursery grew steadily throughout the year. To accommodate need for extra space and with a view to children and youth projects being offered in addition to day nursery provision, the last quarter of the year was spent planning and executing the expansion of the nursery. Our main office was moved to another part of the building and vacant rooms prepared for what we hope can provide additional education and arts projects. Some of these could be related to holiday and term time provision for children, young people and families or carers. The nursery may also offer an international dimension to our work via co-operation projects and training.

ECTARC LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2022

ECTARC will also need to plan for significant expenditure on our premises particularly in relation to roof and heating.

With the voluntary redundancy of our long term cleaner in the previous year and retirement of our caretaker this year, ECTARC staff continue to maintain the building and outside areas. They have also supported the operational areas of our day nursery.

We know these are challenging times as we emerge from the pandemic into a period of economic uncertainty and likely impacts of the war in Ukraine. We are fortunate to have a range of skills in our trustees and staff which we are confident will allow us to adapt and continue delivering the aims of our charity.

Staffing

- May 2021 – Redundancy - Facilities Staff x 1
- All Staff furloughed April 2021 to September 2021.

Plans For The Future

The overall financial performance for the year shows a loss of £35,286. The Company's Business Plan will continue to be reviewed and updated to reflect the need to maintain a secure financial base by refining key objectives aimed at developing new and existing business. ECTARC will continue to consolidate and develop existing partnerships by actively promoting and marketing ECTARC services.

Financial review

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Following a deficit for the year of £35,826 (2021 - £46,321) the level of unrestricted reserves at 30 March 2022 are £446,489 (2021 - £481,775). This currently equates to over 2 years worth of expenditure.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The charity is a company limited by guarantee (number 02238053) and registered charity (number 328154) which is governed by its Memorandum and Articles of Association. The registered office is Parade Street, Llangollen LL20 8RB. Effective governance is delivered by a board who are also trustees. They are responsible for formulating strategies and policies for the company as a whole.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Ms R W Hughes MBE

Mrs S Cheshire

Mr A Virgo

Mr N P Decourt

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

ECTARC LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2022

New trustees are invited and encouraged to attend a series of short training sessions to familiarise themselves with the charity and the context within it operates. These are led by the Executive Director of the charity.

The obligations of the board members:

- The main documents which set out the operational framework for the charity including the Memorandum and Articles.
- Resourcing and the current financial position as set out in the latest published accounts.
- Future plans and objectives.

Statement of trustees' responsibilities

The trustees, who are also the directors of ECTARC Limited for the purpose 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 which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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 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 operation.

The trustees are responsible for keeping adequate accounting records that 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.

The trustees' report was approved by the Board of Trustees.

Ms R W Hughes MBE

Trustee

Dated: 29 November 2022

ECTARC LIMITED

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF ECTARC LIMITED

I report to the trustees on my examination of the financial statements of ECTARC Limited (the charity) for the year ended 30 March 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

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.

Mitchell Charlesworth

24 Nicholas Street
Chester
CH1 2AU

Dated: 29 November 2022

ECTARC LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 30 MARCH 2022

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
<u>Income from:</u>			
Donations and legacies	3	62,617	56,319
Investments	4	104	157
		<hr/>	<hr/>
Total income		62,721	56,476
		<hr/>	<hr/>
<u>Expenditure on:</u>			
Charitable activities	5	98,007	102,797
		<hr/>	<hr/>
Net expenditure for the year/ Net movement in funds		(35,286)	(46,321)
Fund balances at 31 March 2021		481,775	528,096
		<hr/>	<hr/>
Fund balances at 30 March 2022		446,489	481,775
		<hr/> <hr/>	<hr/> <hr/>

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

All income and expenditure derive from continuing activities, and has come from unrestricted funds.

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

ECTARC LIMITED

BALANCE SHEET

AS AT 30 MARCH 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	9		211,169		212,714
Investments	10		1		1
			<u>211,170</u>		<u>212,715</u>
Current assets					
Debtors	11	8,523		10,498	
Cash at bank and in hand		230,578		266,370	
		<u>239,101</u>		<u>276,868</u>	
Creditors: amounts falling due within one year	12	<u>(3,782)</u>		<u>(7,808)</u>	
Net current assets			<u>235,319</u>		<u>269,060</u>
Total assets less current liabilities			<u><u>446,489</u></u>		<u><u>481,775</u></u>
Income funds					
Unrestricted funds			<u>446,489</u>		<u>481,775</u>
			<u><u>446,489</u></u>		<u><u>481,775</u></u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 March 2022.

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

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

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

The financial statements were approved by the Trustees on 29 November 2022

Ms R W Hughes MBE
Trustee

Company registration number 02238053

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 MARCH 2022

1 Accounting policies

Charity information

ECTARC Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Parade Street, Llangollen, LL20 8RB, Nth Wales.

1.1 Accounting convention

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

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

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

The accounts have been prepared under the historical cost convention, modified to include certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

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

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

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

1.4 Income

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

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

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

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2022

1 Accounting policies

(Continued)

1.5 Expenditure

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

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

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Costs of generating voluntary income are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities, Other resources expended are those incurred in connection with administration of the Charity. Governance costs relate to the compliance with constitutional and statutory requirement. There are no material support costs and therefore they have not been disclosed separately.

1.6 Tangible fixed assets

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

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

Freehold land and buildings	0% (see below)
Property Improvements	10% Reducing balance
Plant & Machinery	25% Reducing balance

Freehold land and buildings are not depreciated. The reason for this being, the trustees consider the residual value of the property to be similar to the purchase price as the building is kept in a good state of repair. Any depreciation calculated would be immaterial.

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

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2022

1 Accounting policies

(Continued)

1.8 Impairment of fixed assets

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

1.9 Cash and cash equivalents

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

1.10 Financial instruments

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

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

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

Basic financial assets

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

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.11 Employee benefits

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

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

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2022

1 Accounting policies (Continued)

1.12 Retirement benefits

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

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Donations and gifts	35,000	3,193
Other coronavirus grants	27,617	53,126
	<u>62,617</u>	<u>56,319</u>
Donations and gifts		
ERASMUS+	-	(2,887)
Other	35,000	6,080
	<u>35,000</u>	<u>3,193</u>
Grants receivable for core activities		
Coronavirus Job Retention Scheme Grant	20,117	43,126
Other Coronavirus Support Grants	7,500	10,000
	<u>27,617</u>	<u>53,126</u>

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2022

4 Investments

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
Interest receivable	104	157
	<u>104</u>	<u>157</u>

5 Charitable activities

	2022 £	2021 £
Staff costs	59,055	70,700
Depreciation and impairment	1,546	1,984
Youth exchange costs - outward	(1)	-
Youth exchange costs - inward	-	299
Heat and light	8,231	6,033
Printing, postage, stationary and advertising	179	298
Telephone and internet	5,347	5,695
General expenses	16,446	10,848
	<u>90,803</u>	<u>95,857</u>
Share of governance costs (see note 6)	7,204	6,940
	<u>98,007</u>	<u>102,797</u>

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2022

6 Support costs	Support costs	Governance costs	2022	2021
	£	£	£	£
Audit fees	-	5,206	5,206	4,183
Legal and professional	-	1,998	1,998	2,757
	<u>-</u>	<u>7,204</u>	<u>7,204</u>	<u>6,940</u>
	<u>-</u>	<u>7,204</u>	<u>7,204</u>	<u>6,940</u>
Analysed between				
Charitable activities	-	7,204	7,204	6,940
	<u>-</u>	<u>7,204</u>	<u>7,204</u>	<u>6,940</u>

Governance costs includes payments to the auditors of £nil (2021- £nil) for audit fees.

7 Trustees

The trustees received reimbursed travel expenses during the year of £177 (2021 - £nil).

8 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Number of administrative staff	<u>3</u>	<u>5</u>
Employment costs	2022	2021
	£	£
Wages and salaries	60,670	69,614
Social security costs	(1,912)	1,086
Other pension costs	297	-
	<u>59,055</u>	<u>70,700</u>

There were no employees whose annual remuneration was more than £60,000.

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2022

9 Tangible fixed assets

	Freehold land and buildings	Property Improvements	Plant & Machinery	Total
	£	£	£	£
Cost				
At 31 March 2021	204,453	28,986	88,843	322,282
At 30 March 2022	204,453	28,986	88,843	322,282
Depreciation and impairment				
At 31 March 2021	-	25,522	84,046	109,568
Depreciation charged in the year	-	346	1,199	1,545
At 30 March 2022	-	25,868	85,245	111,113
Carrying amount				
At 30 March 2022	204,453	3,118	3,598	211,169
At 30 March 2021	204,453	3,464	4,797	212,714

10 Fixed asset investments

		2022	2021
	Notes	£	£
Cost or valuation			
At 31 March 2021 & 30 March 2022			1
Carrying amount			
At 30 March 2022			1
At 30 March 2021			1
Other investments comprise:			
Investments in subsidiaries	14	1	1

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2022

11 Debtors

	2022	2021
	£	£
Amounts falling due within one year:		
Amounts owed by subsidiary undertakings	225	-
Other debtors	5,116	8,916
Prepayments and accrued income	3,182	1,582
	<u>8,523</u>	<u>10,498</u>

12 Creditors: amounts falling due within one year

	2022	2021
	£	£
Other taxation and social security	(327)	3,735
Trade creditors	(66)	760
Other creditors	4,175	3,313
	<u>3,782</u>	<u>7,808</u>

13 Related party transactions

At the year end the company was owed £225 (2021 - £NIL) by Llangollen Day Nursery Limited, a company in which ECTARC Limited is the sole shareholder. This loan bears no right to interest and has no fixed repayment terms.

14 Subsidiaries

These financial statements are separate charity financial statements for ECTARC Limited.

ECTARC Limited as the parent of a small group is exempt from preparing consolidated accounts.

Details of the charity's subsidiaries at 30 March 2022 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Llangollen Day Nursery Limited	England and Wales	Childcare	Ordinary	100.00	

The companies registered office is, Parade Street, Llangollen, Nth Wales, LL20 8RB.

The investments in subsidiaries are all stated at cost.

ECTARC LIMITED

England & Wales - Charity number 328154

Accounts

Charity Registration No. 328154

Company Registration No. 02238053 (England and Wales)

ECTARC LIMITED

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 MARCH 2021

ECTARC LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Ms R W Hughes MBE Mrs S Cheshire A Virgo Mr N P Decourt	(Appointed 24 March 2021)
Charity number	328154	
Company number	02238053	
Registered office	Parade Street Llangollen Nth Wales LL20 8RB	
Independent examiner	Mitchell Charlesworth LLP 24 Nicholas Street Chester CH1 2AU	

ECTARC LIMITED

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ECTARC LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 MARCH 2021

The trustees present their report and financial statements for the year ended 30 March 2021.

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

Objectives and activities

The charity's objects are the promotion, maintenance, improvement of education and training within Wales, elsewhere in the United Kingdom and in the regions of Europe. The charity will deliver this by organising and taking part in education and training projects and programmes which stimulate an interest and understanding of the cultures and languages of the countries and regions of Europe.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake. The trustees believe that the aims, objectives and services provided by the charity, reflected in the above paragraph, are compliant with the Charity Commission Guidance on Public benefit and the public benefit is further exemplified in the following statements of achievements and performance.

Achievements and performance

Erasmus+ Inward

Programmes April 2020 to March 2021

Despite liaison with partners regarding re-arranging dates for postponed groups we ended the year in a position where no international student activity took place due to Covid 19.

When ECTARC re-opens we will also have to take into account changes to immigration rules which will affect courses and work placements, the requirement for all English language course providers to be accredited and the fact that the UK government has decided not to take part in the next ERASMUS programme.

A range of diversification options will be looked at in the next year. There are some replacement schemes emerging in EU countries that may allow vocational students to continue programmes in Wales. The UK government's Turing Scheme and the Welsh government's new international mobility scheme may also offer opportunities.

Staffing

- February 2021 – Redundancy - Facilities Staff x 1

Plans For The Future

The overall financial performance for the year shows a loss of £46,321. The Company's Business Plan will continue to be reviewed and updated to reflect the need to maintain a secure financial base by refining key objectives aimed at developing new and existing business. ECTARC will continue to consolidate and develop existing partnerships by actively promoting and marketing ECTARC services in order to attract new partners.

Financial review

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees considers that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

ECTARC LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2021

Following a deficit for the year of £46,321 the level of unrestricted reserves at 31 March 2021 are £481,775. This currently equates to over 2 years worth of expenditure.

The trustees has assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The charity is a company limited by guarantee (number 02238053) and registered charity (number 328154) which is governed by its Memorandum and Articles of Association. The registered office is Parade Street, Llangollen LL20 8RB. Effective governance is delivered by a board who are also trustees. They are responsible for formulating strategies and policies for the company as a whole.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Ms R W Hughes MBE

Mrs S Cheshire

A Virgo

Mr N P Decourt

(Appointed 24 March 2021)

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

New trustees are invited and encouraged to attend a series of short training sessions to familiarise themselves with the charity and the context within it operates. These are led by the Executive Director of the charity.

The obligations of the board members:

- The main documents which set out the operational framework for the charity including the Memorandum and Articles.
- Resourcing and the current financial position as set out in the latest published accounts.
- Future plans and objectives.

The trustees' report was approved by the Board of Trustees.

Rhiannon Wyn Hughes

Ms R W Hughes MBE

Trustee

Dated: 21 January 2022

ECTARC LIMITED

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF ECTARC LIMITED

I report to the trustees on my examination of the financial statements of ECTARC Limited (the charity) for the year ended 30 March 2021.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

Mitchell Charlesworth LLP

24 Nicholas Street
Chester
CH1 2AU

Dated:

ECTARC LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 MARCH 2021

		Unrestricted funds 2021 £	Unrestricted funds 2020 £
	Notes		
Income from:			
Donations and legacies	3	56,319	92,746
Other trading activities	4	-	364
Investments	5	157	4,494
		<hr/>	<hr/>
Total income		56,476	97,604
		<hr/>	<hr/>
Expenditure on:			
Charitable activities	6	102,797	158,668
		<hr/>	<hr/>
Net expenditure for the year/ Net movement in funds		(46,321)	(61,064)
Fund balances at 31 March 2020		528,096	589,160
		<hr/>	<hr/>
Fund balances at 30 March 2021		481,775	528,096
		<hr/> <hr/>	<hr/> <hr/>

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

All income and expenditure derive from continuing activities, and has come from unrestricted funds.

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

ECTARC LIMITED

BALANCE SHEET

AS AT 30 MARCH 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	10		212,714		214,698
Investments	11		1		1
			<u>212,715</u>		<u>214,699</u>
Current assets					
Debtors	12	10,498		24,170	
Cash at bank and in hand		266,370		292,867	
		<u>276,868</u>		<u>317,037</u>	
Creditors: amounts falling due within one year	13	(7,808)		(3,640)	
Net current assets			269,060		313,397
Total assets less current liabilities			<u>481,775</u>		<u>528,096</u>
Income funds					
Unrestricted funds			481,775		528,096
			<u>481,775</u>		<u>528,096</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 March 2021.

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

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

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

The financial statements were approved by the Trustees on 21 January 2022

Rhiannon Wyn Hughes

Ms R W Hughes MBE
Trustee

Company Registration No. 02238053

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 MARCH 2021

1 Accounting policies

Charity information

ECTARC Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Parade Street, Llangollen, LL20 8RB, Nth Wales.

1.1 Accounting convention

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

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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

The accounts have been prepared under the historical cost convention, modified to include certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements and having due regard to the impact of COVID-19 as referred to in note 16, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus, the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

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

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

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

1.4 Income

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

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

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

1.5 Expenditure

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2021

1 Accounting policies

(Continued)

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Costs of generating voluntary income are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities, Other resources expended are those incurred in connection with administration of the Charity. Governance costs relate to the compliance with constitutional and statutory requirement. There are no material support costs and therefore they have no been disclosed separately.

1.6 Tangible fixed assets

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

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

Freehold land and buildings	0% (see below)
Property Improvements	10% Reducing balance
Plant & Machinery	25% Reducing balance

Freehold land and buildings are not depreciated. The reason for this being, the trustees consider the residual value of the property to be similar to the purchase price as the building is kept in a good state of repair. Any depreciation calculated would be immaterial.

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.8 Impairment of fixed assets

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

1.9 Cash and cash equivalents

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

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2021

1 Accounting policies

(Continued)

1.10 Financial instruments

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

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

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

Basic financial assets

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

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.11 Employee benefits

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

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

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2021

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Donations and gifts	3,193	92,746
Other coronavirus grants	53,126	-
	<u>56,319</u>	<u>92,746</u>
Donations and gifts		
ERASMUS+	(2,887)	92,746
Other	6,080	-
	<u>3,193</u>	<u>92,746</u>
Grants receivable for core activities		
Coronavirus Job Retention Scheme Grant	43,126	-
Other Coronavirus Support Grants	10,000	-
	<u>53,126</u>	<u>-</u>

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2021

4 Other trading activities

	Total	Unrestricted funds
	2021	2020
	£	£
Room hire income	-	364

5 Investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Interest receivable	157	4,494

6 Charitable activities

	2021	2020
	£	£
Staff costs	70,700	64,252
Depreciation and impairment	1,984	2,560
Youth exchange costs - outward	-	2
Youth exchange costs - inward	299	58,218
Heat and light	6,033	9,621
Printing, postage, stationary and advertising	298	572
Telephone and internet	5,695	5,169
Equipment rental	-	1,154
General expenses	10,848	8,817
	<u>95,857</u>	<u>150,365</u>
Share of governance costs (see note 7)	6,940	8,303
	<u>102,797</u>	<u>158,668</u>

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2021

7 Support costs

	Support costs	Governance costs	2021	Support costs	Governance costs	2020
	£	£	£	£	£	£
Audit fees	-	4,183	4,183	-	3,726	3,726
Legal and professional	-	2,757	2,757	-	4,577	4,577
	<u>-</u>	<u>6,940</u>	<u>6,940</u>	<u>-</u>	<u>8,303</u>	<u>8,303</u>
Analysed between						
Charitable activities	-	6,940	6,940	-	8,303	8,303
	<u>-</u>	<u>6,940</u>	<u>6,940</u>	<u>-</u>	<u>8,303</u>	<u>8,303</u>

Governance costs includes payments to the auditors of £nil (2020- £nil) for audit fees.

8 Trustees

Two of the trustees received reimbursed travel expenses during the year of £NIL (2020 - £128).

9 Employees

The average monthly number of employees during the year was:

	2021	2020
	Number	Number
Number of administrative staff	<u>5</u>	<u>5</u>
Employment costs	2021	2020
	£	£
Wages and salaries	69,614	62,910
Social security costs	1,086	1,342
	<u>70,700</u>	<u>64,252</u>

There were no employees whose annual remuneration was £60,000 or more.

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2021

10 Tangible fixed assets

	Freehold land and buildings	Property Improvements	Plant & Machinery	Total
	£	£	£	£
Cost				
At 31 March 2020	204,453	28,986	88,843	322,282
At 30 March 2021	204,453	28,986	88,843	322,282
Depreciation and impairment				
At 31 March 2020	-	25,137	82,447	107,584
Depreciation charged in the year	-	385	1,599	1,984
At 30 March 2021	-	25,522	84,046	109,568
Carrying amount				
At 30 March 2021	204,453	3,464	4,797	212,714
At 30 March 2020	204,453	3,849	6,396	214,698

11 Fixed asset investments

	Other investments
Cost or valuation	
At 31 March 2020 & 30 March 2021	1
Carrying amount	
At 30 March 2021	1
At 30 March 2020	1

	Notes	2021 £	2020 £
Other investments comprise:			
Investments in subsidiaries	15	1	1

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2021

12 Debtors

	2021	2020
	£	£
Amounts falling due within one year:		
Trade debtors	-	2,805
Amounts owed by subsidiary undertakings	-	13,995
Other debtors	8,916	5,843
Prepayments and accrued income	1,582	1,527
	<u>10,498</u>	<u>24,170</u>

13 Creditors: amounts falling due within one year

	2021	2020
	£	£
Other taxation and social security	3,735	1,014
Trade creditors	760	-
Other creditors	3,313	2,626
	<u>7,808</u>	<u>3,640</u>

14 Related party transactions

At the year end the company was owed £NIL (2020 - £13,995) by Llangollen Day Nursery Limited, a company in which ECTARC Limited is the sole shareholder. This loan bears no right to interest and has no fixed repayment terms.

15 Subsidiaries

These financial statements are separate charity financial statements for ECTARC Limited.

ECTARC Limited as the parent of a small group is exempt from preparing consolidated accounts.

Details of the charity's subsidiaries at 30 March 2021 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Llangollen Day Nursery Limited	England and Wales	Childcare	Ordinary	100.00	

The companies registered office is, Parade Street, Llangollen, Nth Wales, LL20 8RB.

The investments in subsidiaries are all stated at cost.

ECTARC LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 MARCH 2021

16 COVID-19

The trustees continue to monitor the impact the current global pandemic has on the charity and where appropriate will make use of external sources of funding available including the government jobs retention scheme and any other grants available.