

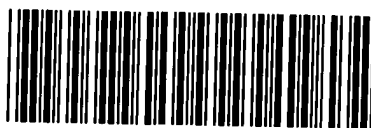
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REGISTERED COMPANY NUMBER: 03674953 (England and Wales)
REGISTERED CHARITY NUMBER: 1088934

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE
YEAR ENDED 31 MARCH 2018
FOR

NEW SANDFIELDS ABERAFAN AND AFAN -
COMMUNITY REGENERATION

FRIDAY



A19 *A7L9BBJK* #527
21/12/2018
COMPANIES HOUSE

Watts Gregory LLP
Chartered Accountants
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

**NEW SANDFIELDS ABERAFAN AND AFAN -
COMMUNITY REGENERATION**

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FOR THE YEAR ENDED 31 MARCH 2018**

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**NEW SANDFIELDS ABERAFAN AND AFAN -
COMMUNITY REGENERATION**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2018**

The trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2018. The trustees have adopted the provisions of 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 2015).

OBJECTIVES AND ACTIVITIES

Charity Objectives

The objects of New Sandfields Aberafan and Afan - Community Regeneration (NSA Afan) as stated in the governing documents are:-

- The promotion for the public benefit of urban or rural regeneration in areas of social and economic deprivation, and in particular, the electoral wards within the electoral constituency known as Aberafan.
- The advancement of education, training or retraining, particularly amongst unemployed and economically inactive people providing work experience opportunities to relieve sickness and to preserve and protect good health.
- The relief of poverty.
- To provide recreational facilities for the public at large or those who by reason of their youth, age, infirmity or disablement, poverty or social and economic circumstances, have need of such facilities.
- The maintenance, improvement or provision of public amenities.
- The promotion of public safety and the prevention of crime.

Such other means as may from time to time be determined subject to the prior written consent of the charity commissioner for England and Wales.

Mission statement

Supporting regeneration to enable a better quality of life for communities.

Vision statement

Helping communities work together.

Values

Public service, leadership, selflessness, integrity, objectivity, honesty, accountability and stewardship.

Activities

Throughout 2017/18 the organisation has continued to support both existing and new community groups within the area of Sandfields and Aberafan. We offer affordable facility use in all four centres and support from facilities staff.

We again held the annual Beach Festival in August 2017 which was an outstanding success with over 5,000 people in attendance.

A number of various training courses were provided at the Development Centre which again were well attended by community members.

The organisation started the financial year working towards a recovery and turnaround plan developed through AP Benson Forensic Accountants.

AP Benson Accountants payment for services was met by the Social Business Wales programme administered by the Wales Co-operative Centre. A report was submitted to the executive directors and trustees setting out the issues facing the organisation and the steps needed to address them, setting out the principles of a recovery plan.

The organisation worked closely with Lloyds Bank to manage its cash flow now that its main activities were income generation from its active centres and seeking to dispose of its freehold and leasehold premises that were no longer required due to cuts in grant provision and contract service delivery.

**NEW SANDFIELDS ABERAFAN AND AFAN -
COMMUNITY REGENERATION**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2018**

OBJECTIVES AND ACTIVITIES

Survival strategy

We have survived as a Community Regeneration organisation for more than a year since the CF and CfW funding was withdrawn in January 2017.

The main impact on our cash flow during 2017/18 has been the costs owed for delivery of CF and CfW for December 2016 and January 2017. We have submitted invoices to the Welsh Government in relation to this.

We have operated our Centres by use of a bank overdraft facility that would not have been necessary had Welsh Government paid us for the continued contractual delivery of both schemes prior to transfer of the schemes and the staff to the Local Authority with which we co-operated fully with a smooth transition of services for the benefit of the community.

We also have an outstanding invoice of £5,112 for the STRIDES relocation costs owed to us by the Local Authority. Talks with the Property Services department have taken place and it looks likely that at least 80% of the sums identified will be retrieved. Further meetings will take place to resolve this.

Restructuring the delivery of NSA Afan

Subject to publication of a cash flow forecast for 2018/19 and a restructuring of the organisation, NSA Afan will be able to function as a sustainable operation with redefined staff roles and appropriate streamlining of Management, Finance and Administration roles.

New revised rates for room hire and rental of premises need to be introduced as part of an ongoing sustainability package.

The position of staff

The staff made an enormous sacrifice to keep the organisation functioning over the difficult Christmas and New Year period whilst awaiting the disposal of Ty Arian and the Con Club. Restructuring of staff was conducted via consultation with both staff and trustees. It was agreed that the post of Chief Executive was no longer viable as of 31 March 2018 and also that the position of Bettws Facilities Administrator be made redundant. A new position of Business Manager was created and Yvonne Casey was the successful candidate. The post was combined with the existing Facilities Administration post for the Water Street Employability Centre and the Human resources functions of the organisation.

Public benefit

The charity's director trustees can confirm that they have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charities Commission. The charitable objectives outlined above and the activities of the charity demonstrate public benefit.

FINANCIAL REVIEW

Income

Income from donations and legacies was £1,250 (2017: £542), income from charitable activities was £112,349 (2017: £958,348) and other income was £30,091 (2017: £nil); this gives total income for 2017/18 a figure of £143,690 (2017: £958,890).

Expenditure

The charity's expenditure on the regeneration project and general items amounted to £338,123 (2017: £1,169,198).

Net expenditure for the year was £194,433 (2017: £210,308).

Principal funding sources

The principal sources of income is income generation such as room hire, PV for free and NSA PC Care. As a result of the whistle blowing allegations, significant funders such as the Welsh Government, Big Lottery and Children in Need withdrew the balance of any funding requirements in January 2017.

**NEW SANDFIELDS ABERAFAN AND AFAN -
COMMUNITY REGENERATION**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2018**

FINANCIAL REVIEW

Disposal of assets

Of the 14 properties that NSA Afan owned or leased in February 2017, the charity now have a process to dispose of or have agreement to surrender or reassign long leases for 8 properties. There are:-

Brynsiriol	Lease surrender	Agreed
Wellington Place	Lease surrender	8 February 2018
Rhodes Avenue	Lease surrender	Agreed
Hopkin St MUGA	Lease surrender	End date September 2018
Con Club	Freehold sale	£50,000 price agreed
Ty Arian	Freehold sale	£241,000 price agreed
Bettws Village Lodge	Lease sale	
Old County School	Lease sale	

It was hoped that by the end of the financial year March 2018 all sales would have been completed and all leases surrendered for inactive premises. This proved to be an ambitious target and at the year end of the 8 long leases to be disposed of 3 had been surrendered. The work disposing of long leases and freehold sales continues into 2018/19.

The Bettws premises are to be transferred to a likeminded organisation during the coming period subject to negotiations.

When the strategy is completed there will then be 4 properties in the NSA Afan portfolio all of which are delivering Community services to groups, societies and Anchor tenants providing jobs and communities based business activity.

Reserves policy

It is the policy of the organisation to maintain unrestricted and designated funds to ensure sufficient reserves to meet six months of future running costs. However, in the event of periods of difficult trading; this continues to be no longer achievable until the survival strategy disposal of unproductive assets is achieved.

Unrestricted reserves stand at £200,555 (2017: £376,322) of which £590,882 is tied up in fixed assets and £302,616 is long term borrowing secured on these assets. There are no free reserves at 31 March 2018.

The present level of reserves falls significantly short of the target. Although the strategy is to continue to build reserves through unrestricted income generation. The Board is well aware that it is likely to take at least another 4/5 years before we reach the target for reserves.

In the meantime the Board has a strategy to manage both restricted and unrestricted income with prudence and controls are in place to keep expenditure to a minimum and to agreed levels only. A policy is in place for financial regulations and for levels of authority to spend within NSA Afan and its main programme managements.

Going concern

The organisation has a strategy where through the sale of assets and surrendering of leases that its remaining 4 premises are sustainable. This has been established via a survival report and cash flow forecast for 2017/18 by Broomfield Alexander in April/May 2017 and in the welcome and appreciated ongoing support of AP Benson insolvency experts and the Wales Co-operative Centre in a turnaround plan for the organisation in the continuing development of a turnaround plan for the organisation for the next 18 months.

Funds in deficit

At 31 March 2018 there were two restricted funds in deficit. The Communities First programme was showing a deficit of £83,566 and the Communities for Work programme was showing a deficit of £20,652. Welsh Government suspended funding on these projects on 12 December 2016 but NSA Afan was committed to deliver its primary aims and objectives until agreement was reached for the projects to be transferred to the Local Authority on 1 February 2017. Claims for these amounts have been submitted to Welsh Government but the income has not been recognised in these financial statements due to the uncertainty surrounding the outcome of the ongoing investigation by WEFO and the Welsh Government internal audit team.

FUTURE PLANS

The organisation continues to seek to exonerate itself in respect of allegations made and continue to challenge issues resulting from examinations of its files.

**NEW SANDFIELDS ABERAFAN AND AFAN -
COMMUNITY REGENERATION**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2018**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The organisation is a charitable company limited by guarantee, incorporated on 27 November 1998. The company was established under a memorandum which established the objects and powers of the company and is governed under its Articles of Association. The company became a charity pursuant to Special Resolutions passed at its Annual General Meeting held on 27 June 2001 and written resolution dated 26 September 2001. Subsequent amendments widening the area of beneficiaries to include the electoral ward of Aberavon and thereby a name change were adopted dated 29 September 2004 and ratified with a written resolution on 9 March 2005. In the event of the company being wound up the director trustees are required to contribute an amount not exceeding £10.

On 3 September 2012 AGM, following a year of community consultation the charitable company amended its Memorandum and Articles of Association to include the Constituency of Aberavon in its area of beneficiaries and changed its name. The changes have been registered with the Charities Commission and Companies House during the financial year 2012/13.

Recruitment and appointment of new trustees

The directors of the company are also charity trustees for the purposes of charity law and under the company's Memorandum and Articles are known as director trustees and members of the Board. Under the requirements of the Memorandum and Articles of Association, the members of the Board are elected at the AGM. The Board has adopted by-laws to allow free membership of the organisation and ensure that of the 18 permitted director trustees, 9 will be residents in the constituency of Aberavon and shall comprise one from each electoral ward, 3 shall be appointed from residents within communities first Wards and 3 shall be from business. In addition, resulting from the merger with the Youth of Bettws charity, 2 residents from Bettws are eligible to be trustees of the charity.

Any vacancy within the Board is advertised prior to the AGM and appropriate nominations invited from the membership of the organisation or by way of introduction in the case of business nominees. The Board has appointed a paid Business Manager who shall direct all operations, business planning, business administration, human resource management, finance and marketing of the company's community regeneration mission.

Organisational structure

NSA Afan has a board of director/trustees which meets 4 times a year and are responsible for the strategic direction and policy of the charity. At the year end, the Board has 9 director trustees and there are 9 vacancies. The trustees represent a number of residents and community interests as well as three councillors and those with business and professional backgrounds. The company secretary also sits on the Board but has not voting rights.

As referred to above, a scheme of delegation within a management structure is in place and the 'day to day' responsibility for the management and delivery of all programmes, projects and services rests with the Business Manager who also manages all development, operations, business planning, business administration, human resource management, finance and marketing of the company's community regeneration mission. This is accomplished via a management structure, a senior management team and various finance, funding and development.

Management structure

A management structure is in place and is referred to as an organisation chart attached to the business plan.

Induction and training of new trustees

All trustees are familiar with the running of the organisation. They meet five times a year in scheduled Board meetings and set the budget for the year and decide on the strategic direction of the company for the ensuing year. New trustees are inducted into their role by the Business Manager. They have adopted a business plan for the period 2016-2020. The plan has been produced by the Business Manager at the request of the Board and sets out the organisation's goals and seeks to achieve a sustainable future for the organisation.

Most trustees have participated in a "Charity Trustee Responsibilities" training event which we bought in from Bevan and Buckland. They also receive Charity Commission newsletters on the roles of trustees and related issues. All trustees are invited to quarterly Communities First stakeholder days, where they contribute to a range of subjects including the setting of targets.

Trustees are very familiar with the running of all aspects of the organisation by receiving the Business Manager's report and the minutes of the Senior Management team on a monthly basis.

Trustees conform to all aspects of charity law and a visit in 2006/07 by the Charities Commission review team helped strengthen the charity and the role of its trustees. This is reflected in changes in the Memorandum and Articles of Association with regard to introducing rotation of trustees for example.

**NEW SANDFIELDS ABERAFAN AND AFAN -
COMMUNITY REGENERATION**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2018**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Key management remuneration

Staff salaries are currently paid to 3 staff members who are entitled to reimbursement of essential expenses only. Trustees are entitled to claim reasonable expenses incurred in travelling to meeting locations.

Related parties

We work in partnership with a number of organisations who have interest in or a base in Sandfields, Aberavon and the wider Neath Port Talbot and Swansea Bay area and who support residents in all aspects of the quality of their lives. For example, we have provided public support for the Tidal Lagoon Swansea Bay scheme proposed by a Special Purpose Vehicle company of the same name. The charity has purchased 6 shares in the scheme totalling £4,800 as a demonstration of commitment to clean renewable energy and the potential community benefits of the scheme to residents in the Swansea Bay area. The Chief Executive is the Chair of the Active Supporters Group for Neath Port Talbot which comprises over 300 members of the 1,000 supporters across Swansea Bay.

The charity has a charitable company subsidiary; New Sandfields Aberafan and Afan (Community Trading) Limited which was dormant throughout this period.

Risk management

Policies are in place and procedures observed in respect of health and safety of our staff, volunteers and customers at our premises which as at 31 March 2018 are:-

- Ty Arian, Sandfields, The former Headquarters in Sandfields and Aberavon is vacant and up for sale.
- The Community Development Centre, Bevin Avenue is active with a staff member in post.
- Rhodes Avenue, Aberafan, former changing rooms (IT Recycling Centre) is vacant and lease surrendered.
- NSA Afan Employability Academy (former Dalton Road, NPTCBC, Community Centre) is active with a staff member in post.
- The Con Club in Glyncorwg is vacant and in the process of sale.
- Aberafan Community Resource Centre, Michna Street is active and covered by a staff member.
- Brynsiriol Building in Cymmer Afan, lease surrendered.
- Care bar and main hall at the Bettws Life Centre, active with staff member in post.
- Eco Lodge and Boys and Girls Club, the property was vacated at the year end and up for sale or lease transfer to a likeminded organisation.

All necessary policies for employing staff are in place and these are reviewed annually. Two or more policies are reviewed at each board meeting. Each member of staff has been issued with an employee handbook which sets out personnel policies.

The charity has introduced a stricter form of controls as a consequence of fraudulent activities identified during the previous year which were carried out by a former employee.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03674953 (England and Wales)

Registered Charity number

1088934

Registered office

C/o NSA Afan Employment Academy
Dalton Road
Sandfields
PORT TALBOT
SA12 6SF

**NEW SANDFIELDS ABERAFAN AND AFAN -
COMMUNITY REGENERATION**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2018**

REFERENCE AND ADMINISTRATIVE DETAILS

Trustees

D J Gage	Chair	
G S Roberts		
D Edwards		
S K Jones		
S Hanbury		
L A Lawrence		- resigned 17/5/2017
D M Davies		- resigned 20/9/2017
D T Davies		- resigned 14/2/2018
T Gare		- resigned 14/2/2018
I D Isaac		- appointed 1/4/2018

Company Secretary

I D Isaac

Business manager

Y Casey

Independent examiner

Watts Gregory LLP
Chartered Accountants
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

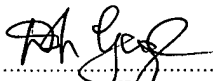
Solicitors

John Collins & Partners LLP
Venture Court
Waterside Business Park
Valley Way
Enterprise Park
Swansea
SA6 8QP

Bankers

Lloyds Bank PLC
115 Station Road
Port Talbot
SA13 1NR

Approved by order of the Board of Trustees on 18 December 2018 and signed on its behalf by:



.....
D J Gage - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
NEW SANDFIELDS ABERAFAN AND AFAN -
COMMUNITY REGENERATION**

Independent examiner's report to the trustees of New Sandfields Aberafan and Afan - Community Regeneration ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2018.

Responsibilities and basis of report

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

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

Independent examiner's statement - matters of concern identified

I draw your attention to the disclosure made in note 2 to the financial statements concerning the charity's ability to continue as a going concern. The charity is reporting a deficit for the year of £194,433 (2017: £210,308). The balance sheet shows net current liabilities of £197,605 (2017: £94,495). These conditions indicate the existence of a material uncertainty which cast significant doubt about the charity's ability to continue as a going concern. The financial statements do not include the adjustments that would result if the charity was unable to continue as a going concern.

I have completed my examination. I confirm that no other 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 Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; and
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I confirm that there are no other matters to which your attention should be drawn to enable a proper understanding of the accounts to be reached.

Julia Mortimer FCCA
Watts Gregory LLP
Chartered Accountants
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

19 December 2018

**NEW SANDFIELDS ABERAFAN AND AFAN -
COMMUNITY REGENERATION**

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2018**

	Notes	Unrestricted funds £	Restricted funds £	Total 2018 funds £	Total 2017 funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	1,250	-	1,250	542
Charitable activities	4				
Regeneration project		112,349	-	112,349	958,348
Other income		<u>30,091</u>	<u>-</u>	<u>30,091</u>	<u>-</u>
Total		143,690	-	143,690	958,890
EXPENDITURE ON					
Charitable activities	5				
Regeneration project		<u>319,457</u>	<u>18,666</u>	<u>338,123</u>	<u>1,169,198</u>
NET INCOME/(EXPENDITURE)		(175,767)	(18,666)	(194,433)	(210,308)
RECONCILIATION OF FUNDS					
Total funds brought forward		376,322	336,580	712,902	923,210
TOTAL FUNDS CARRIED FORWARD		<u>200,555</u>	<u>317,914</u>	<u>518,469</u>	<u>712,902</u>

The notes form part of these financial statements

**NEW SANDFIELDS ABERAFAN AND AFAN -
COMMUNITY REGENERATION**

**BALANCE SHEET
AT 31 MARCH 2018**

	Notes	Unrestricted funds £	Restricted funds £	2018 Total funds £	2017 Total funds £
FIXED ASSETS					
Tangible assets	11	590,882	418,008	1,008,890	1,139,488
Investments	12	<u>9,800</u>	<u>-</u>	<u>9,800</u>	<u>9,800</u>
		600,682	418,008	1,018,690	1,149,288
CURRENT ASSETS					
Debtors	13	11,854	-	11,854	70,151
Cash at bank and in hand		<u>101,593</u>	<u>(100,094)</u>	<u>1,499</u>	<u>2,337</u>
		113,447	(100,094)	13,353	72,488
CREDITORS					
Amounts falling due within one year	14	<u>(210,958)</u>	<u>-</u>	<u>(210,958)</u>	<u>(166,983)</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>(97,511)</u>	<u>(100,094)</u>	<u>(197,605)</u>	<u>(94,495)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		503,171	317,914	821,085	1,054,793
CREDITORS					
Amounts falling due after more than one year	15	<u>(302,616)</u>	<u>-</u>	<u>(302,616)</u>	<u>(341,891)</u>
NET ASSETS		<u><u>200,555</u></u>	<u><u>317,914</u></u>	<u><u>518,469</u></u>	<u><u>712,902</u></u>
FUNDS					
Unrestricted funds	19			200,555	376,322
Restricted funds				<u>317,914</u>	<u>336,580</u>
TOTAL FUNDS				<u><u>518,469</u></u>	<u><u>712,902</u></u>

The notes form part of these financial statements

**NEW SANDFIELDS ABERAFAN AND AFAN -
COMMUNITY REGENERATION**

**BALANCE SHEET - CONTINUED
AT 31 MARCH 2018**

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2018 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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

The financial statements were approved by the Board of Trustees on 18 December 2018 and were signed on its behalf by:



.....
D J Gage - Trustee

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

1. STATUTORY INFORMATION

New Sandfields Aberafan and Afan - Community Regeneration is a private limited company limited by guarantee and consequently does not have any share capital. Each of the members is liable to contribute an amount not exceeding £10 towards the assets of the charity in the event of liquidation.

The charity is incorporated in England and Wales and its registered office is NSA Afan Employment Academy, Dalton Road, Sandfields, Port Talbot, Neath Port Talbot, SA12 6SF. The nature of the charity's operations and principal activities are disclosed within the Report of the Trustees.

The financial statements are presented in Sterling (£), the company's functional currency, and rounded to the nearest pound.

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

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 S1A Update Bulletin 1) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value.

There have been no material departures from the standard.

New Sandfields Aberafan and Afan Community Regeneration meets the definition of a public benefit entity under FRS 102, as demonstrated within the Report of the Trustees.

Going concern

At 31 March 2018 the charity had net current liabilities of £197,605 (2017 - £94,495) and incurred a deficit of £194,433 (2017 - £210,308). The charity was a victim of deceptive fraud and theft in 2015/16; this has ultimately led to Welsh Government carrying out an investigation and suspending funding. NSA Afan was committed to deliver its primary aims and objectives for the Communities First Programme and the Communities for Work Programme and continued to achieve all targets and objectives until the projects were transferred to the Local Authority on 1 February 2017.

During December 2016 and January 2017 the costs of delivering these two projects totalled £104,208 and claims have been submitted for this amount but due to the uncertainty of the outcome of the investigation and the potential of further clawback, this income has not been recognised in these financial statements.

Furthermore, the charity has an outstanding invoice of £5,112 for STRIDES relocation costs owed to them by the Local Authority. Talks with the Property Services department have taken place and it looks likely that at least 80% of the sums identified will be retrieved.

The charity has engaged with the WCVA and is currently negotiating the sale of a property as part of the settlement of outstanding loans amounting to £214,547. The charity has also engaged with Pure Leapfrog and is currently negotiating the sale of the remaining solar panel arrays as part of the settlement of outstanding loans amounting to £49,938.

The charity will then focus on building capacity at its remaining premises to deliver facilities and provide room hire and anchor tenant facilities in a sustainable way and on this basis the Board of Trustees consider the going concern basis of preparation to be appropriate.

2. ACCOUNTING POLICIES - continued

Income

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

Donations and legacies income includes donations, gifts and grants that provide core funding or are of a general nature and is recognised where there is entitlement, probability of receipt and the amount can be measured with sufficient reliability. Such income is only deferred when the donor specifies it must be used in future accounting periods or the donor has imposed conditions which must be met before the charity has unconditional entitlement.

Income from charitable activities includes income received under contract or where entitlement to grant funding is subject to specific performance conditions. This income is recognised where there is entitlement, when the receipt is probable and the amount can be measured reliably. Income is deferred when the amounts received are in advance of the performance of the service or event to which they relate.

Other trading activities are recognised as the related services are provided and there is entitlement, probability of receipt and the amount can be measured with sufficient reliability. Income is deferred when the amounts received are in advance of the delivery of the service or event to which it relates.

Investment income is recognised on a receivable basis.

It is not the policy of the charity to show income net of expenditure.

Expenditure and basis of recognition of liabilities

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Expenditure includes any VAT which can not be fully recovered and is reported as part of the expenditure to which it relates.

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

Support costs are those costs that, whilst necessary to deliver an activity, do not themselves produce or constitute the output of the charitable activity. This includes governance costs which are those costs associated with meeting the constitutional and statutory requirements of the charity and include the accountancy fees and costs linked to the strategic management of the charity.

Taxation

The charity is exempt from corporation tax on its charitable activities.

2. ACCOUNTING POLICIES - continued

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation. Only assets which cost £1,000 or more are capitalised. Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of the asset as follows:-

Freehold property	2% - 5% straight line
Long leasehold	4% straight line
Improvements to property	2% - 4% straight line
Fixtures and fittings	25% straight line
Motor vehicles	25% reducing balance
Solar panels	4% straight line

Any permanent diminution in value of tangible fixed assets is accounted for as a reduction in the cost of that asset and shown as an impairment.

Fixed asset investments

Fixed asset investments are included at market value at the balance sheet date. Realised and unrealised gains or losses on investments are shown separately on the face of the statement of financial activities.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

The benefits of lease incentives are recognised in the profit and loss account over the lease period.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Pension costs and other post-retirement benefits

The charity operates a defined contribution pension scheme. Contributions payable to the charity are charged to the Statement of Financial Activities in the period to which they relate.

The charity operates a money purchase scheme with a defined pension scheme called 'Pensions Trust'.

The organisation operates a pension accrual policy whereby 8% of all staff salary irrespective of funded or unfunded posts are deducted and transferred to an employers designated fund to meet any future obligations and to ensure staff have the right to apply to join the scheme and have their contributions and that of their employer back dated to the commencement of employment.

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Debtors with no stated interest rate and receivable within one year are recorded at transaction price. Any losses from impairment are recognised in expenditure. Prepayments are valued at the amount prepaid net of any trade discounts due.

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

**NEW SANDFIELDS ABERAFAN AND AFAN -
COMMUNITY REGENERATION**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2018**

3. DONATIONS AND LEGACIES

	2018 £	2017 £
Donations	<u>1,250</u>	<u>542</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	2018 £	2017 £
Income generation	112,349	286,678
Management charges	-	52,274
Grants	-	619,396
	<u>112,349</u>	<u>958,348</u>

Grants received, included in the above, are as follows:

	2018 £	2017 £
NAW - Communities First	-	328,181
Ffynnon Oer	-	30,529
Children in Need	-	(2,729)
Communities 4 Work	-	93,391
Big Lottery - Coastal Communities	-	151,295
Active Inclusion	-	10,111
Bridgend CBC - Welsh Government Strategy Grant	-	4,017
Other grants	-	4,601
	<u>-</u>	<u>619,396</u>

5. CHARITABLE ACTIVITIES COSTS

	Direct costs £	Support costs (See note 6) £	Totals £
Regeneration project	<u>329,633</u>	<u>8,490</u>	<u>338,123</u>

6. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Regeneration project	<u>80</u>	<u>8,410</u>	<u>8,490</u>

7. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2018 £	2017 £
Auditors' remuneration	-	6,750
Auditors' remuneration for non audit work	1,309	1,525
Depreciation - owned assets	70,920	79,739
Deficit/(surplus) on disposal of fixed asset	59,678	(15,726)
Independent examiners fee	<u>2,800</u>	<u>-</u>

**NEW SANDFIELDS ABERAFAN AND AFAN -
COMMUNITY REGENERATION**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2018**

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2018 or for the year ended 31 March 2017.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2018 or for the year ended 31 March 2017.

9. STAFF COSTS

	2018 £	2017 £
Wages and salaries	113,259	629,513
Social security costs	6,197	52,549
Other pension costs	6,678	38,552
	<u>126,134</u>	<u>720,614</u>

The average monthly number of employees during the year was as follows:

	2018	2017
Chief Executive	1	1
Directors	-	1
Senior managers	-	1
Project development managers	-	6
Finance and administration	3	3
Operational staff	<u>2</u>	<u>20</u>
	<u>6</u>	<u>32</u>

There were no employees that received emoluments in excess of £60,000 during the year (2017 - 1).

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	542	-	542
Charitable activities			
Regeneration project	<u>339,952</u>	<u>618,396</u>	<u>958,348</u>
Total	340,494	618,396	958,890
EXPENDITURE ON			
Charitable activities			
Regeneration project	<u>388,882</u>	<u>780,316</u>	<u>1,169,198</u>
Total	388,882	780,316	1,169,198

NEW SANDFIELDS ABERAFAN AND AFAN -
COMMUNITY REGENERATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2018

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES – continued

	Unrestricted funds £	Restricted funds £	Total funds £
NET INCOME/(EXPENDITURE)	(48,388)	(161,920)	(210,308)
Transfers between funds	<u>2,437</u>	<u>(2,437)</u>	<u>-</u>
Net movement in funds	(45,951)	(164,357)	(210,308)
RECONCILIATION OF FUNDS			
Total funds brought forward	422,273	500,937	923,210
TOTAL FUNDS CARRIED FORWARD	<u>376,322</u>	<u>336,580</u>	<u>712,902</u>

**NEW SANDFIELDS ABERAFAN AND AFAN -
COMMUNITY REGENERATION**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2018**

11. TANGIBLE FIXED ASSETS

	Freehold property £	Long leasehold £	Improvements to property £	Plant and machinery £
COST				
At 1 April 2017	560,914	533,319	154,957	62
Disposals	-	-	-	-
At 31 March 2018	<u>560,914</u>	<u>533,319</u>	<u>154,957</u>	<u>62</u>
DEPRECIATION				
At 1 April 2017	82,260	172,393	26,011	62
Charge for year	24,145	21,965	3,033	-
Eliminated on disposal	-	-	-	-
At 31 March 2018	<u>106,405</u>	<u>194,358</u>	<u>29,044</u>	<u>62</u>
NET BOOK VALUE				
At 31 March 2018	<u>454,509</u>	<u>338,961</u>	<u>125,913</u>	<u>-</u>
At 31 March 2017	<u>478,654</u>	<u>360,926</u>	<u>128,946</u>	<u>-</u>
	Fixtures and fittings £	Motor vehicles £	Solar panels £	Totals £
COST				
At 1 April 2017	121,338	14,501	217,313	1,602,404
Disposals	-	-	(88,283)	(88,283)
At 31 March 2018	<u>121,338</u>	<u>14,501</u>	<u>129,030</u>	<u>1,514,121</u>
DEPRECIATION				
At 1 April 2017	115,180	13,683	53,327	462,916
Charge for year	4,816	818	16,143	70,920
Eliminated on disposal	-	-	(28,605)	(28,605)
At 31 March 2018	<u>119,996</u>	<u>14,501</u>	<u>40,865</u>	<u>505,231</u>
NET BOOK VALUE				
At 31 March 2018	<u>1,342</u>	<u>-</u>	<u>88,165</u>	<u>1,008,890</u>
At 31 March 2017	<u>6,158</u>	<u>818</u>	<u>163,986</u>	<u>1,139,488</u>

A first legal charge over commercial freehold property known as Silver Court (Flats 1-6), Mozart Drive, Sandfields, Port Talbot, SA12 7RT is held by Lloyds Bank PLC.

A first legal charge over Bettws Boys and Girls Club, Bettws, Bridgend, CF32 8TA is held by the Big Lottery Fund.

**NEW SANDFIELDS ABERAFAN AND AFAN -
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**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2018**

12. FIXED ASSET INVESTMENTS

	Unlisted investments £
MARKET VALUE	
At 1 April 2017 and 31 March 2018	<u>9,800</u>
 NET BOOK VALUE	
At 31 March 2018	<u>9,800</u>
At 31 March 2017	<u>9,800</u>

There were no investment assets outside the UK.

The charity has an investment in New Sandfields Aberafan and Afan (Community Trading) Limited, a subsidiary company limited by guarantee which was dormant throughout the year.

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade debtors	3,680	7,724
Prepayments and accrued income	<u>8,174</u>	<u>62,427</u>
	<u>11,854</u>	<u>70,151</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Bank loans and overdrafts (see note 16)	60,424	71,996
Other loans (see note 16)	66,499	30,163
Trade creditors	20,730	22,907
Social security and other taxes	6,706	12,733
VAT	3,148	1,662
Other creditors	38,193	13,175
Accruals and deferred income	<u>15,258</u>	<u>14,347</u>
	<u>210,958</u>	<u>166,983</u>

15. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2018 £	2017 £
Bank loans (see note 16)	88,071	95,241
Other loans (see note 16)	<u>214,545</u>	<u>246,650</u>
	<u>302,616</u>	<u>341,891</u>

**NEW SANDFIELDS ABERAFAN AND AFAN -
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**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2018**

16. LOANS

An analysis of the maturity of loans is given below:

	2018 £	2017 £
Amounts falling due within one year on demand:		
Bank overdraft	54,124	65,876
Bank loans	6,300	6,120
Other loans	<u>66,499</u>	<u>30,163</u>
	<u>126,923</u>	<u>102,159</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	88,071	95,241
Other loans - 1-2 years	<u>214,545</u>	<u>246,650</u>
	<u>302,616</u>	<u>341,891</u>

17. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows - £19,463 (2017: £23,834) due within one year, £40,041 (2017: £69,687) due between one and five years and £261,160 (2017: £265,500) due in more than five years.

18. SECURED DEBTS

The following secured debts are included within creditors:

	2018 £	2017 £
Bank overdraft	54,124	65,876
Bank loans	94,371	101,361
Other loans	<u>281,044</u>	<u>276,813</u>
	<u>429,539</u>	<u>444,050</u>

The bank overdraft is secured by way of a first legal charge dated 31 March 2006 over the freehold property at Silver Court (Flats 1-6), Mozart Drive, Sandfields, Port Talbot, SA12 7RT and is held by Lloyds Bank PLC.

The bank loan with Lloyds Bank PLC is secured over the freehold property at Silver Court (Flats 1-6), Mozart Drive, Sandfields, Port Talbot, SA12 7RT together with a fixed and floating charge over all buildings and fixtures and all present and future book and other debts.

Other loans of £49,938 are secured by way of a first fixed charge over the Renewable Energy generating equipment and all present and future rights, licences, guarantees, contracts, covenants and warranties relating to the Renewable Energy generating equipment and by way of a first floating charge over all the RHI payments and any undertaking, property, assets and rights and is held by Pure Leapfrog.

Other loans of £231,106 are secured by way of a fixed charge over book debts, a floating charge over all other assets both present and future and over the freehold property known as Ty Arian, Silver Avenue, Sandfields, Port Talbot, SA12 7RT and is held by Wales Council for Voluntary Action.

NEW SANDFIELDS ABERAFAN AND AFAN -
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NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2018

19. MOVEMENT IN FUNDS

	At 1/4/17 £	Net movement in funds £	At 31/3/18 £
Unrestricted funds			
General fund	376,322	(175,767)	200,555
Restricted funds			
NAW - Communities First	(83,556)	-	(83,556)
Big Lottery - Community Asset Transfer	316,813	(12,673)	304,140
Sports Wales	900	-	900
Fixed Assets Fund - Big Lottery	119,861	(5,993)	113,868
Pupil Deprivation Grant	197	-	197
Communities for Work	(20,652)	-	(20,652)
Bridgend CBC - Welsh Government Strategy Grant	3,017	-	3,017
	336,580	(18,666)	317,914
TOTAL FUNDS	<u>712,902</u>	<u>(194,433)</u>	<u>518,469</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	143,690	(319,457)	(175,767)
Restricted funds			
Big Lottery - Community Asset Transfer	-	(12,673)	(12,673)
Fixed Assets Fund - Big Lottery	-	(5,993)	(5,993)
	-	(18,666)	(18,666)
TOTAL FUNDS	<u>143,690</u>	<u>(338,123)</u>	<u>(194,433)</u>

**NEW SANDFIELDS ABERAFAN AND AFAN -
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**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2018**

19. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/4/16 £	Net movement in funds £	Transfers between funds £	At 31/3/17 £
Unrestricted Funds				
General fund	15,039	(48,388)	409,671	376,322
Designated - Capital expenditure	<u>407,234</u>	<u>-</u>	<u>(407,234)</u>	<u>-</u>
	422,273	(48,388)	2,437	376,322
Restricted Funds				
NAW - Communities First	6,418	(89,974)	-	(83,556)
NAW - Objective 1/DELLS	10,000	(10,000)	-	-
Big Lottery - Community Asset Transfer	330,013	(13,200)	-	316,813
Ffynnon Oer	579	1,858	(2,437)	-
NPTCBC - Michna Street	12,339	(12,339)	-	-
Children in Need	9,122	(9,122)	-	-
Sports Wales	900	-	-	900
Fixed Assets Fund - Big Lottery	126,169	(6,308)	-	119,861
Pupil Deprivation Grant	197	-	-	197
Active Inclusion	5,200	(5,200)	-	-
Communities for Work	-	(20,652)	-	(20,652)
Bridgend CBC - Welsh Government Strategy Grant	<u>-</u>	<u>3,017</u>	<u>-</u>	<u>3,017</u>
	500,937	(161,920)	(2,437)	336,580
	<u>923,210</u>	<u>(210,308)</u>	<u>-</u>	<u>712,902</u>
TOTAL FUNDS				

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	340,494	(388,882)	(48,388)
Restricted funds			
NAW - Communities First	328,181	(418,155)	(89,974)
Ffynnon Oer	30,529	(28,671)	1,858
NPTCBC - Michna Street	4,601	(16,940)	(12,339)
Children in Need	(2,729)	(6,393)	(9,122)
Fixed Assets Fund - Big Lottery	-	(6,308)	(6,308)
Active Inclusion	10,111	(15,311)	(5,200)
Communities for Work	93,391	(114,043)	(20,652)
Big Lottery - Coastal Communities	151,295	(151,295)	-
Bridgend CBC - Welsh Government Strategy Grant	3,017	-	3,017
NAW - Objective 1/DELLS	-	(10,000)	(10,000)
Big Lottery - Community Asset Transfer	<u>-</u>	<u>(13,200)</u>	<u>(13,200)</u>
	618,396	(780,316)	(161,920)
	<u>958,890</u>	<u>(1,169,198)</u>	<u>(210,308)</u>
TOTAL FUNDS			

19. **MOVEMENT IN FUNDS - continued**

Communities First

Grant funding received in previous years from the Welsh Government towards the cost of supporting the organisation in delivering the Communities First programme in 2016/17. Its main aims were to achieve to help alleviate poverty in Sandfields East, West & Aberavon. Its activities were based around the theme of prosperous communities and healthier communities.

Big Lottery - Community Asset Transfer

Grant funding received in previous years from the Big Lottery for capital and revenue to renovate Dalton Road Community Centre and to provide employment related activities for unemployed and economically inactive people. The fund is being reduced by the annual depreciation charge each year.

Sports Wales

This fund is to provide assistance towards costs of training for coaches.

Fixed Asset Fund - Big Lottery

In accordance with the grant conditions relating to Big Lottery capital grants, the grant is transferred to a restricted fixed asset fund relating to the property at Bettws, against which depreciation is charged over the assets estimated useful life of 20 years.

Pupil Deprivation Grant

This grant is extra funding from the Welsh Government to overcome the additional barriers poorer pupils' face that prevent them from achieving their full potential. The funding is used to provide additional resources such as additional training for classroom teachers and teaching assistants to enable every pupil to reach their full potential.

Bridgend CBC - Strategy Grant

Grant funding received in the previous year from Bridgend CBC towards the cost of paying the salaries for youth club workers at Bettws.

Communities 4 Work

Grant funding received in the previous year from the Welsh Government to enable and support the organisation in delivering the Communities for Work programme within the Communities First cluster areas and aims to tackle poverty through sustainable employment.

The programme focused on our most deprived communities and provided 1-to-1 support, guidance and training for people living in a Communities First cluster who are over 25:-

- with low or no skills;
- with work limiting health conditions;
- with care or childcare responsibilities;
- from jobless households; and
- from a black minority ethnic group.

20. **PENSION COMMITMENTS**

The charity operated a defined contribution pension scheme in respect of its employees. The scheme and its assets were held by independent managers. The pension charge represents contributions due from the company and amounts to £6,678 (2017: £38,552). Pension contributions amounting to £6,438 (2017: £967) were outstanding at the year end.

**NEW SANDFIELDS ABERAFAN AND AFAN -
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**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2018**

21. CONTINGENT LIABILITIES

On 12 December 2016 Welsh Government funding to NSA Afan was suspended pending investigation into the proper stewardship of public funds. An issue paper was published in February 2017 and following a series of meetings the charity formally responded on 13 October 2017. On 19 January 2018, the charity received correspondence from the Welsh Government who were seeking to recover 25% of the total grant awarded, which equates to approximately £560,000, for unsatisfactory evidence of IT procurement for STRIDES Alliance project from 2010 to 2015. NSA Afan are challenging the decision by the Welsh Government and at the time of signing these financial statements no further information has been received.

Until the outcome is known, there is a possibility of clawback of grants already received, however final claims submitted for the Communities First Programme of £83,556 and the Communities for Work Programme of £20,652 have not yet been received. These amounts are not recognised in these financial statements as the financial consequences of the ongoing investigation are uncertain.

22. RELATED PARTY DISCLOSURES

Key management remuneration for the year ended 31 March 2018 amounted to £44,365 (2017: £65,996).

23. FINANCIAL INSTRUMENTS

	2018	2017
	£	£
Financial assets		
Financial assets that are debt instruments measured at amortised cost	<u>11,211</u>	<u>72,488</u>
Financial liabilities		
Financial liabilities measured at amortised cost	<u>74,180</u>	<u>50,429</u>

Financial assets measured at amortised cost comprise cash, trade debtors and other debtors.

Financial liabilities measured at amortised cost comprise of trade creditors, other creditors and accruals.