

**Company registration number: 343407**

**Irish Horse Welfare Trust Company Limited by Guarantee**

**Financial statements  
Year ended  
31 December 2015**

## **Irish Horse Welfare Trust Company Limited by Guarantee**

### **Company information**

<b>Directors</b>	Sinead Branagh (Resigned 30 November 2015) Jane Myerscough Jill Power Phillipe La Farage Joe Keappock Joseph O'Donnell Heather Osbourne Sharon Power
<b>Secretary</b>	Sharon Power
<b>Company number</b>	343407
<b>Registered office</b>	Larch House 44 Northumberland Avenue Dun Laoghaire Co. Dublin
<b>Business address</b>	Ballinamona Woodenbridge Arklow Co. Wicklow
<b>Auditor</b>	Murnane & Associates 27 Longford Terrace Monkstown Co. Dublin
<b>Bankers</b>	Allied Irish Bank Church Road Greystones Co. Wicklow
<b>Solicitors</b>	Andrew Cody Reidy Stafford & Co Moorefield Terrace Newbridge Co. Kildare

## **Irish Horse Welfare Trust Company Limited by Guarantee**

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## Irish Horse Welfare Trust Company Limited by Guarantee

### Directors report Year ended 31 December 2015

The directors present their report and the financial statements of the company for the year ended 31 December 2015.

#### Principal activities

The company's principal activity consists of charitable activities contributing to the welfare of equines.

The trust continued to produce a surplus during the year and shows a healthy financial position at the year end.

#### Principal risks and uncertainties

There are no unusual significant risks and uncertainties that impact on the company.

#### Dividends

During the year the directors have not paid any dividends or recommended payment of a final dividend.


#### Accounting records

The measures taken by the directors to secure compliance with the requirements of Sections 281 to 285 of the Companies Act 2014 with regard to the keeping of accounting records are the implementation of necessary policies and procedures for recording transactions, the employment of competent accounting personnel with appropriate expertise and the provision of adequate resources to the financial function. The accounting records of the company are located at Larch House, 44 Northumberland Avenue, Dun Laoghaire, Co. Dublin.

This report was approved by the board of directors on ..... and signed on behalf of the board by:



Jane Myerscough  
Director



Sharon Power  
Director

## **Irish Horse Welfare Trust Company Limited by Guarantee**

### **Directors responsibilities statement Year ended 31 December 2015**

The directors are responsible for preparing the Directors report and the financial statements in accordance with applicable Irish law and regulations.

Irish company law requires the directors to prepare financial statements for each financial year. Under the law, the directors have elected to prepare the financial statements in accordance with Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council, and promulgated by the Institute of Chartered Accountants in Ireland. Under company law, the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the assets, liabilities and financial position of the company as at the financial year end date and of the profit or loss of the company for the financial year and otherwise comply with the Companies Act 2014.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with applicable accounting standards, identify those standards, and note the effect and the reasons for any material departure from those standards; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for ensuring that the company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the company, enable at any time the assets, liabilities, financial position and profit or loss of the company to be determined with reasonable accuracy, enable them to ensure that the financial statements and Directors report comply with the Companies Act 2014 and enable the financial statements to be audited. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## **Irish Horse Welfare Trust Company Limited by Guarantee**

### **Independent auditor's report to the members of Irish Horse Welfare Trust Company Limited by Guarantee Year ended 31 December 2015**

We have audited the financial statements of Irish Horse Welfare Trust Company Limited by Guarantee for the year ended 31 December 2015 which comprise the statement of income and retained earnings, statement of financial position, statement of cash flows and related notes. The relevant financial reporting framework that has been applied in their preparation is the Companies Act 2014 and FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland.

This report is made solely to the company's members, as a body, in accordance with Section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of directors and auditor**

As explained more fully in the directors responsibilities statement set out on page 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view and otherwise comply with the Companies Act 2014. Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

#### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the directors report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

#### **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the company as at 31 December 2015 and of its profit for the year then ended; and
- have been properly prepared in accordance with the relevant reporting framework and, in particular the requirements of the Companies Act 2014.

#### **Matters on which we are required to report by the Companies Act 2014**

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- In our opinion the accounting records of the company were sufficient to permit the financial statements to be readily and properly audited.
- The financial statements are in agreement with the accounting records.
- In our opinion the information given in the directors report is consistent with the financial statements.

**Irish Horse Welfare Trust Company Limited by Guarantee**

**Independent auditor's report to the members of  
Irish Horse Welfare Trust Company Limited by Guarantee (continued)  
Year ended 31 December 2015**

**Matters on which we are required to report by exception**

We have nothing to report in respect of our obligation under the Companies Act 2014 to report to you if, in our opinion, the disclosures of directors remuneration and transactions specified by Sections 305 to 312 of the Act are not made.



Edmond Cannon

For and on behalf of  
Murnane & Associates  
Chartered Accountants and Registered Auditors  
27 Longford Terrace  
Monkstown  
Co. Dublin

10/06/16

**Irish Horse Welfare Trust Company Limited by Guarantee**

**Statement of income and retained earnings  
Year ended 31 December 2015**

	Note	2015 €	2014 €
<b>Turnover</b>	<b>4</b>	385,590	351,212
<b>Gross profit</b>		<u>385,590</u>	<u>351,212</u>
Administrative expenses		(253,177)	(1,371,078)
<b>Operating profit/(loss)</b>	<b>5</b>	<u>132,413</u>	<u>(1,019,866)</u>
Interest payable and similar charges	<b>8</b>	(44,641)	(50,223)
<b>Profit/(loss) on ordinary activities before taxation</b>		<u>87,772</u>	<u>(1,070,089)</u>
Tax on loss on ordinary activities		-	-
<b>Profit/(loss) for the financial year and total comprehensive income</b>		<u><u>87,772</u></u>	<u><u>(1,070,089)</u></u>
Dividends declared and paid or payable during the year		-	-
<b>Retained earnings at the start of the year</b>		<u>89,114</u>	<u>1,159,203</u>
<b>Retained earnings at the end of the year</b>		<u><u>176,886</u></u>	<u><u>89,114</u></u>

All the activities of the company are from continuing operations.

The notes on pages 8 to 14 form part of these financial statements.




**Irish Horse Welfare Trust Company Limited by Guarantee**

**Statement of financial position  
31 December 2015**

	Note	2015 €	€	2014 €	€
<b>Fixed assets</b>					
Tangible assets	9	812,750		808,466	
			812,750		808,466
<b>Current assets</b>					
Debtors	10	521		505	
Cash at bank and in hand		119,794		89,532	
		120,315		90,037	
<b>Creditors: amounts falling due within one year</b>	11	(117,382)		(122,967)	
<b>Net current assets/(liabilities)</b>			2,933		(32,930)
<b>Total assets less current liabilities</b>			815,683		775,536
<b>Creditors: amounts falling due after more than one year</b>	12		(638,797)		(686,422)
<b>Net assets</b>			176,886		89,114
<b>Capital and reserves</b>					
Profit and loss account			176,886		89,114
<b>Members funds</b>			176,886		89,114

These financial statements were approved by the board of directors on 10 June 2016 and signed on behalf of the board by:

  
Jane Myerscough  
Director

  
Sharon Power  
Director

The notes on pages 8 to 14 form part of these financial statements.

**Irish Horse Welfare Trust Company Limited by Guarantee**

**Statement of cash flows  
Year ended 31/12/15**

	<b>2015</b>	<b>2014</b>
	€	€
<b>Cash flows from operating activities</b>		
Profit/(loss) for the financial year	87,772	(1,070,089)
<i>Adjustments for:</i>		
Depreciation of tangible assets	9,716	8,180
Impairment (reversal of) of tangible assets	-	1,095,206
Interest payable and similar charges	44,641	50,223
Accrued expenses/(income)	(7,767)	14,914
<i>Changes in:</i>		
Trade and other debtors	(16)	(505)
Trade and other creditors	2,177	1,983
Cash generated from operations	<u>136,523</u>	<u>99,912</u>
Interest paid	(44,641)	(50,223)
Net cash from operating activities	<u>91,882</u>	<u>49,689</u>
<b>Cash flows from investing activities</b>		
Purchase of tangible assets	(14,000)	(2,142)
Net cash used in investing activities	<u>(14,000)</u>	<u>(2,142)</u>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	(47,620)	(40,016)
Net cash used in financing activities	<u>(47,620)</u>	<u>(40,016)</u>
<b>Net increase in cash and cash equivalents</b>	30,262	7,531
<b>Cash and cash equivalents at beginning of year</b>	89,532	82,001
<b>Cash and cash equivalents at end of year</b>	<u>119,794</u>	<u>89,532</u>

## **Irish Horse Welfare Trust Company Limited by Guarantee**

### **Notes to the financial statements Year ended 31 December 2015**

#### **1. Statement of compliance**

These financial statements have been prepared in compliance with applicable accounting standards, FRS 102, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2014.

#### **2. Accounting policies**

##### **Basis of preparation**

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

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

##### **Transition to FRS 102**

The entity transitioned from previous ROI GAAP to FRS 102 as at 1 January 2014. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 15.

##### **Turnover**

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer, usually on despatch of the goods; the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Revenue from the rendering of services is measured by reference to the stage of completion of the service transaction at the end of the reporting period provided that the outcome can be reliably estimated. When the outcome cannot be reliably estimated, revenue is recognised only to the extent that expenses recognised are recoverable.

## Irish Horse Welfare Trust Company Limited by Guarantee

### Notes to the financial statements (continued) Year ended 31 December 2015

#### Tangible assets

Tangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated depreciation and impairment losses.

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

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in capital and reserves, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in capital and reserves in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in capital and reserves in respect of that asset, the excess shall be recognised in profit or loss.

#### Depreciation

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

Freehold property	-	nil%
Plant and machinery	-	nil%
Fittings fixtures and equipment	-	12.5%
Motor vehicles	-	12.5%

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of tangible assets, the depreciation is revised prospectively to reflect the new estimates.

#### Impairment

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

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

#### 3. Limited by guarantee

The company is established for charitable purposes, there is no liability on the members of the company in the event of the company being wound up.

**Irish Horse Welfare Trust Company Limited by Guarantee**

**Notes to the financial statements (continued)**

**Year ended 31 December 2015**

**4. Turnover**

Turnover arises from:

	<b>2015</b>	2014
	€	€
Sale of goods	5,248	11,158
Rendering of services	50,723	63,669
Grants	181,271	130,000
Donations	93,415	124,117
Other income	54,933	22,268
	<u>385,590</u>	<u>351,212</u>

The whole of the turnover is attributable to the principal activity of the company wholly undertaken in Ireland.

**5. Operating profit/(loss)**

Operating profit/(loss) is stated after charging/(crediting):

	<b>2015</b>	2014
	€	€
Depreciation of tangible assets	9,716	8,180
Total impairment losses recognised in:		
Administrative expenses	-	1,095,206
Fees payable for the audit of the financial statements	1,845	1,845
	<u>1,845</u>	<u>1,845</u>

**6. Staff costs**

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

	<b>2015</b>	2014
	Number	Number
Administrative	<u>7</u>	<u>6</u>

The aggregate payroll costs incurred during the year were:

	<b>2015</b>	2014
	€	€
Wages and salaries	<u>143,438</u>	<u>105,075</u>

**Irish Horse Welfare Trust Company Limited by Guarantee**

**Notes to the financial statements (continued)  
Year ended 31 December 2015**

**7. Directors remuneration**

The directors aggregate remuneration was as follows:

	<b>2015</b>	2014
	€	€
Emoluments in respect of qualifying services	<u>24,615</u>	<u>10,990</u>

**8. Interest payable and similar charges**

	<b>2015</b>	2014
	€	€
Bank loans and overdrafts	<u>44,641</u>	<u>50,223</u>

**Irish Horse Welfare Trust Company Limited by Guarantee**

**Notes to the financial statements (continued)  
Year ended 31 December 2015**

**9. Tangible assets**

	Freehold property	Plant and machinery	Fixtures, fittings and equipment	Motor vehicles	<b>Total</b>
	€	€	€	€	€
<b>Cost</b>					
Additions	-	-	-	14,000	14,000
<b>At 01/01/15 and 31/12/15</b>	<u>1,895,206</u>	<u>2,468</u>	<u>61,786</u>	<u>18,000</u>	<u>1,977,460</u>
<b>Depreciation</b>					
At 01/01/15	1,095,206	2,468	54,320	3,000	1,154,994
Charge for the year	-	-	7,466	2,250	9,716
<b>At 31/12/15</b>	<u>1,095,206</u>	<u>2,468</u>	<u>61,786</u>	<u>5,250</u>	<u>1,164,710</u>
<b>Carrying amount</b>					
<b>At 31/12/15</b>	<u>800,000</u>	<u>-</u>	<u>-</u>	<u>12,750</u>	<u>812,750</u>

	Freehold property	Plant and machinery	Fixtures, fittings and equipment	Motor vehicles	<b>Total</b>
	€	€	€	€	€
<b>Cost</b>					
At 01/01/14	1,893,413	2,468	61,437	4,000	1,961,318
Additions	1,793	-	349	-	2,142
<b>At 31/12/14</b>	<u>1,895,206</u>	<u>2,468</u>	<u>61,786</u>	<u>4,000</u>	<u>1,963,460</u>
<b>Depreciation</b>					
At 01/01/14	-	2,468	46,640	2,500	51,608
Charge for the year	-	-	7,680	500	8,180
Impairment losses	1,095,206	-	-	-	1,095,206
<b>At 31/12/14</b>	<u>1,095,206</u>	<u>2,468</u>	<u>54,320</u>	<u>3,000</u>	<u>1,154,994</u>
<b>Carrying amount</b>					
<b>At 31/12/14</b>	<u>800,000</u>	<u>-</u>	<u>7,466</u>	<u>1,000</u>	<u>808,466</u>

**10. Debtors**

	<b>2015</b>	2014
	€	€
Prepayments and accrued income	<u>521</u>	<u>505</u>

**Irish Horse Welfare Trust Company Limited by Guarantee**

**Notes to the financial statements (continued)  
Year ended 31 December 2015**

**11. Creditors: amounts falling due within one year**

	<b>2015</b>	2014
	€	€
Bank loans and overdrafts	90,421	90,416
Tax and social insurance:		
PAYE	2,490	1,777
Social welfare	4,146	2,999
USC	1,095	778
Accruals	19,230	26,997
	<u>117,382</u>	<u>122,967</u>

**12. Creditors: amounts falling due after more than one year**

	<b>2015</b>	2014
	€	€
Bank loans and overdrafts	<u>638,797</u>	<u>686,422</u>

**13. Details of indebtedness**

The following liabilities disclosed under creditors falling due after more than one year are due for repayment after more than five years from the balance sheet date:

	<b>2015</b>	2014
	€	€
Indebtedness repayable by instalments:		
Bank loans	<u>638,797</u>	<u>686,422</u>

Bank borrowings are secured by a fixed charge on the property of the trust by Allied Irish Bank.

**14. Controlling party**

The ultimate controlling party are the trustees of the company.

**15. Transition to FRS 102**

These are the first financial statements that comply with FRS 102. The company transitioned to FRS 102 on 1 January 2014.

**Reconciliation of equity**

No transitional adjustments were required.

**Reconciliation of profit or loss for the year**

No transitional adjustments were required.



**Irish Horse Welfare Trust Company Limited by Guarantee**

**Notes to the financial statements (continued)  
Year ended 31 December 2015**

**16. Approval of financial statements**

The board of directors approved these financial statements for issue on 10 June 2016.

**Detailed income statement**  
**Year ended 31 December 2015**

	<b>2015</b>	<b>2014</b>
	€	€
<b>Turnover</b>		
Membership	9,483	8,888
Grants	181,271	130,000
HRI income	5,405	7,648
Grants project	-	14,620
Capital appeal donations	2,090	2,255
Donations	84,023	88,094
Fundraising	7,302	33,768
Golf classic	40,815	46,191
Entry fees	425	8,590
Sales of merchandise and online donations	5,248	11,158
Educational horse projects	49,528	-
	<u>385,590</u>	<u>351,212</u>
 <b>Overheads</b>		
Administrative expenses	(253,177)	(1,371,078)
	<u>(253,177)</u>	<u>(1,371,078)</u>
 <b>Operating profit/(loss)</b>	 132,413	 (1,019,866)
 Interest payable and similar charges	 (44,641)	 (50,223)
<b>Profit/(loss) on ordinary activities before taxation</b>	<u><u>87,772</u></u>	<u><u>(1,070,089)</u></u>

**Detailed income statement (continued)**

	<b>2015</b>	2014
	€	€
<b>Overheads</b>		
<b>Administrative expenses</b>		
Wages and salaries	118,823	94,085
Directors remuneration	24,615	10,990
Farrier	3,280	6,879
Insurance	6,195	5,359
Light and heat	1,411	1,502
Repairs and maintenance	22,993	20,052
Competitions and training	9,829	11,400
Equine care	1,589	4,070
Printing, postage and stationery	1,046	3,626
Advertising	609	2,653
Fundraising expenses	4,314	9,592
Feedstuffs	10,592	26,119
Telephone	2,172	1,788
Regional welfare officer expenses	590	648
Motor expenses	10,493	14,415
Legal and professional	1,026	560
Accountancy fees	2,248	3,544
Auditors remuneration	1,845	1,845
Bank charges	589	595
Carcass disposal	5,600	2,900
Veterinary expenses	10,033	25,040
General expenses	3,569	4,030
Legal settlement	-	16,000
Depreciation of tangible assets	9,716	8,180
Impairment of tangible assets	-	1,095,206
	<u>253,177</u>	<u>1,371,078</u>