

**Company registration number: 343407**

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

**Financial statements**

**Year ended**

**31 December 2016**

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

### **Company information**

<b>Directors</b>	Matthew Dempsey (Appointed 3 August 2016) Jane Myerscough Jill Power (Resigned 27 June 2016) Phillipe La Farge Joe Keappock Joseph O'Donnell Heather Osbourne Sharon Power (Resigned 27 June 2016)
<b>Secretary</b>	Sharon Power
<b>Company number</b>	343407
<b>CHY number</b>	14634
<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>	ACM & A Windsor House 15 Windsor Terrace Dun Laoghaire Co. Dublin
<b>Bankers</b>	Allied Irish Bank Church Road Greystones Co. Wicklow

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

**Solicitors**

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 2016**

The directors present their report and the financial statements of the company for the year ended 31 December 2016.

### **Directors**

The names of the persons who at any time during the financial year were directors of the company are as follows:

Matthew Dempsey  
Jane Myerscough  
Jill Power  
Phillipe La Farge  
Joe Keappock  
Joseph O'Donnell  
Heather Osbourne  
Sharon Power

### **Principal activities**

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

The company 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.

### **Relevant audit information**

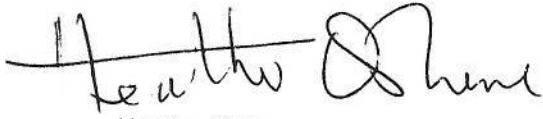
In the case of each of the persons who are directors at the time this report is approved in accordance with Section 332 of Companies Act 2014:

- so far as each director is aware, there is no relevant audit information of which the company's statutory auditors are unaware, and
- each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's statutory auditors are aware of that information.

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

**Directors report (continued)**  
**Year ended 31 December 2016**

This report was approved by the board of directors on 28/06/17 and signed on behalf of the board by:

  
Heather Osbourne  
Director

  
Joseph O'Donnell  
Director

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

### **Directors responsibilities statement Year ended 31 December 2016**

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 judgements 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 surplus or deficit 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 2016**

We have audited the financial statements of Irish Horse Welfare Trust Company Limited by Guarantee for the year ended 31 December 2016 which comprise the statement of income and retained earnings, statement of financial position 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 3, 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 2016 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 2016**

**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  
ACM & A  
Chartered Accountants and Registered Auditors  
Windsor House  
15 Windsor Terrace  
Dun Laoghaire  
Co. Dublin

28 June 2017

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

**Statement of income and retained earnings  
Year ended 31 December 2016**

	<b>Note</b>	<b>2016 €</b>	<b>2015 €</b>
<b>Income</b>	<b>4</b>	172,678	204,319
Operating expenses		(234,847)	(253,177)
Other operating income	<b>5</b>	115,000	181,271
<b>Operating surplus/(deficit)</b>	<b>6</b>	52,831	132,413
Interest payable and similar charges	<b>9</b>	(37,924)	(44,641)
<b>Surplus/(deficit) on ordinary activities before taxation</b>		14,907	87,772
Tax on surplus/(deficit) on ordinary activities		-	-
<b>Surplus/(deficit) for the financial year and total comprehensive income</b>		14,907	87,772
Dividends declared and paid or payable during the year		-	-
<b>Retained earnings at the start of the year</b>		176,886	89,114
<b>Retained earnings at the end of the year</b>		191,793	176,886

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 2016

	Note	2016 €	€	2015 €	€
<b>Fixed assets</b>					
Tangible assets	10	810,500		812,750	
			810,500		812,750
<b>Current assets</b>					
Debtors	11	521		521	
Cash at bank and in hand		80,943		119,794	
		81,464		120,315	
<b>Creditors: amounts falling due within one year</b>	12	(109,461)		(117,382)	
<b>Net current (liabilities)/assets</b>			(27,997)		2,933
<b>Total assets less current liabilities</b>			782,503		815,683
<b>Creditors: amounts falling due after more than one year</b>	13		(590,710)		(638,797)
<b>Net assets</b>			191,793		176,886
<b>Capital and reserves</b>					
Income and expenditure account			191,793		176,886
<b>Members funds</b>			191,793		176,886

These financial statements were approved by the board of directors on 28 June 2017 and signed on behalf of the board by:

Heather Osbourne  
Director



Joseph O'Donnell  
Director



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

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

## **Notes to the financial statements Year ended 31 December 2016**

### **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.

#### **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.

#### **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.



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

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

**Year ended 31 December 2016**

#### **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.

#### **Government grants**

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received.

Government grants are recognised using the accrual model and the performance model.

Under the accrual model, government grants relating to revenue are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate. Grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the entity with no future related costs are recognised in income in the period in which it becomes receivable.

Grants relating to assets are recognised in income on a systematic basis over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income and not deducted from the carrying amount of the asset.

Under the performance model, where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

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

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

**Year ended 31 December 2016**

**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.

**4. Income**

Income arises from:

	<b>2016</b>	2015
	€	€
Sale of goods	1,804	5,248
Rendering of services	91,727	100,251
Royalties	5,269	5,405
Donations	73,878	93,415
	<u>172,678</u>	<u>204,319</u>

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

**5. Other operating income**

	<b>2016</b>	2015
	€	€
Government grant income	115,000	181,271
	<u>115,000</u>	<u>181,271</u>

**6. Operating surplus**

Operating surplus/(deficit) is stated after charging:

	<b>2016</b>	2015
	€	€
Depreciation of tangible assets	2,250	9,716
Fees payable for the audit of the financial statements	1,845	1,845
	<u>4,095</u>	<u>11,561</u>



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

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

**Year ended 31 December 2016**

**7. Staff costs**

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

	<b>2016</b>	2015
	<b>Number</b>	Number
Administrative	4	6
Directors	1	1
	<u>5</u>	<u>7</u>

The aggregate payroll costs incurred during the year were:

	<b>2016</b>	2015
	<b>€</b>	€
Wages and salaries	129,632	143,438
	<u>129,632</u>	<u>143,438</u>

**8. Directors remuneration**

The directors aggregate remuneration was as follows:

	<b>2016</b>	2015
	<b>€</b>	€
Emoluments in respect of qualifying services	19,173	24,615
	<u>19,173</u>	<u>24,615</u>

**9. Interest payable and similar charges**

	<b>2016</b>	2015
	<b>€</b>	€
Bank loans and overdrafts	37,924	44,641
	<u>37,924</u>	<u>44,641</u>

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

**Notes to the financial statements (continued)**  
**Year ended 31 December 2016**

**10. Tangible assets**

	Freehold property	Plant and machinery	Fixtures, fittings and equipment	Motor vehicles	Total
	€	€	€	€	€
<b>Cost</b>					
At 1 January 2016 and 31 December 2016	<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 1 January 2016	1,095,206	2,468	61,786	5,250	1,164,710
Charge for the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,250</u>	<u>2,250</u>
At 31 December 2016	<u>1,095,206</u>	<u>2,468</u>	<u>61,786</u>	<u>7,500</u>	<u>1,166,960</u>
<b>Carrying amount</b>					
At 31 December 2016	<u>800,000</u>	<u>-</u>	<u>-</u>	<u>10,500</u>	<u>810,500</u>
	Freehold property	Plant and machinery	Fixtures, fittings and equipment	Motor vehicles	Total
	€	€	€	€	€
<b>Cost</b>					
At 1 January 2015	1,895,206	2,468	61,786	4,000	1,963,460
Additions	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,000</u>	<u>14,000</u>
At 31 December 2015	<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 1 January 2015	1,095,206	2,468	54,320	3,000	1,154,994
Charge for the year	<u>-</u>	<u>-</u>	<u>7,466</u>	<u>2,250</u>	<u>9,716</u>
At 31 December 2015	<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>					
At 31 December 2015	<u>800,000</u>	<u>-</u>	<u>-</u>	<u>12,750</u>	<u>812,750</u>

**11. Debtors**

	2016	2015
	€	€
Prepayments and accrued income	<u>521</u>	<u>521</u>

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

**Notes to the financial statements (continued)**  
**Year ended 31 December 2016**

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

	<b>2016</b>	2015
	€	€
Bank loans and overdrafts	88,216	90,421
Tax and social insurance:		
PAYE	2,898	2,490
Social welfare	4,053	4,146
USC	864	1,095
Accruals	13,430	19,230
	<u>109,461</u>	<u>117,382</u>

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

	<b>2016</b>	2015
	€	€
Bank loans and overdrafts	<u>590,710</u>	<u>638,797</u>

**14. 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>2016</b>	2015
	€	€
Indebtedness repayable by instalments:		
Bank loans	<u>678,927</u>	<u>729,218</u>

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

**15. Government grants**

The amounts recognised in the financial statements for government grants are as follows:

	<b>2016</b>	2015
	€	€
Recognised in other operating income:		
Government grant income	<u>115,000</u>	<u>181,271</u>

**16. Controlling party**

The ultimate controlling party are the trustees of the company.

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

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

**Year ended 31 December 2016**

**17. Approval of financial statements**

The board of directors approved these financial statements for issue on 28 June 2017.

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

**The following pages do not form part of the statutory accounts.**

**Detailed income statement**  
**Year ended 31 December 2016**

	<b>2016</b>	2015
	€	€
<b>Income</b>		
Supporter subscriptions	9,261	9,483
HRI income	5,269	5,405
Capital appeal donations	2,080	2,090
Donations	59,607	84,023
Fundraising	12,191	7,302
Golf classic	47,367	40,815
Entry fees	-	425
Sales of merchandise and online donations	1,804	5,248
Educational horse projects	35,099	49,528
	<u>172,678</u>	<u>204,319</u>
<b>Overheads</b>		
Administrative expenses	(234,847)	(253,177)
	<u>(234,847)</u>	<u>(253,177)</u>
<b>Other operating income</b>		
Government grant income	115,000	181,271
	<u>115,000</u>	<u>181,271</u>
<b>Operating surplus</b>	52,831	132,413
Interest payable and similar charges	(37,924)	(44,641)
<b>Surplus on ordinary activities before taxation</b>	<u><u>14,907</u></u>	<u><u>87,772</u></u>



# Detailed income statement (continued)

	2016 €	2015 €
<b>Overheads</b>		
<b>Administrative expenses</b>		
Wages and salaries	110,459	118,823
Directors remuneration	19,173	24,615
HR support	3,689	-
Redundancy	3,544	-
Farrier	3,953	3,280
Insurance	5,920	6,195
Light and heat	1,023	1,411
Repairs and maintenance	15,290	22,993
Education	3,626	9,829
Livery and schooling	2,850	1,589
Printing, postage and stationery	935	1,046
Advertising	1,013	609
Fundraising expenses	14,547	4,314
Feedstuffs	8,525	10,592
Telephone	2,057	2,172
Ex race horse promotion	4,745	-
Regional welfare officer expenses	-	590
Motor expenses	10,485	10,493
Legal and professional	570	1,026
Accountancy fees	1,882	2,248
Auditors remuneration	1,845	1,845
Bank charges	735	589
Carcass disposal	3,600	5,600
Veterinary expenses	6,789	10,033
General expenses	5,342	3,569
Depreciation of tangible assets	2,250	9,716
	<u>234,847</u>	<u>253,177</u>