

Company registration No. 06888857 (England and Wales)

INVESTOR WATCH
Abridged Accounts
For the year ended 30 April 2016

FRIDAY

TU


A5ZZ6GOG

A23

10/02/2017

#239

COMPANIES HOUSE

A5Z9AOGI

A12

31/01/2017

#331

COMPANIES HOUSE

Directors' report

The directors present their report and abridged financial statements for the year ended 30 April 2016.

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulation.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 state of affairs of the company and of the profit or loss of the company for that period. 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;
- 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 keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Directors' responsibilities:

- the members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476
- the directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts
- these accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Directors

The directors who served during the year were:

M Campanale

A Chapple

C Krosinsky

Small company regime

This report has been prepared taking advantage of the small companies exemptions within Part 15 of the Companies Act 2006.

For the year ending 30 April 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

This report was approved by the board on 30 January 2017 and signed on its behalf.

A handwritten signature in black ink that reads "Mark Campanale". The signature is written in a cursive, flowing style.

M Campanale

Executive Director

Abridged statement of financial activities

For the year ended 30 April 2016

	2015/16	2014/15
	£	£
Income	26,701	1,083,060
Other income	-	11,621
Expenditure	<u>(141,474)</u>	<u>(883,414)</u>
Net movements in funds before tax	(114,773)	211,267
Interest income	<u>393</u>	<u>500</u>
Net movements in funds	<u>(114,380)</u>	<u>211,767</u>

Reconciliation of funds

Total funds b/f	<u>211,767</u>	<u>-</u>
Total funds c/f	<u>97,387</u>	<u>211,767</u>

The notes on pages 5 to 8 form part of these financial statements.

Abridged statement of financial position

At 30 April 2016

		2015/16		2014/15	
	Notes	£	£	£	£
Current assets					
Debtors	4	9,806	25,147		
Cash at bank and in hand		<u>113,408</u>	<u>193,406</u>		
		123,214	218,552		
Creditors: amounts falling due within one year	5	<u>(25,827)</u>	<u>(6,785)</u>		
Net current assets (liabilities)		<u>97,387</u>	<u>211,767</u>		
		<u>97,387</u>	<u>211,767</u>		
Funds					
Unrestricted funds		<u>97,387</u>	<u>211,767</u>		
Total Funds		<u>97,387</u>	<u>211,767</u>		

For the financial year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

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

All the members have consented to the preparation of abridged financial statements for the year ended 30 April 2016 in accordance with the Companies Act 2006, s. 444(2A).

The abridged financial statements, which have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within the Companies Act 2006, Pt. 15, were approved by the board of directors on 30 January 2017 and signed on its behalf.

Mark Campanale

M Campanale (Executive Director)

The notes on pages 5 to 8 form part of these financial statements.

Investor Watch

Notes to the abridged financial statements (continued)

for the year ended 30 April 2016

1. General information

Investor Watch is a private company limited by guarantee and incorporated in England. Its registered office is 30 Percy Street, London W1T 2DB.

The company's objects as set out in its governing documents are to promote socially responsible investment and corporate social responsibility in particular but without limitation by:

- Promoting the incorporation of the principles of social and environmental sustainability into the governance and operation of capital markets globally;
- Promoting the recording, analysis, accounting, reporting and disclosure of the carbon intensity and environmental impact of capital markets and the companies that use them; and
- Promoting openness and transparency concerning the activities of investors, stocks exchanges, market regulators, listed companies and other market actors including but not limited to accountants, brokers and other financial intermediaries.

2. Accounting policies

2.1. Basis of preparation of financial statements

The abridged financial statements have been prepared under the historical cost convention in accordance with FRS 102 Section 1A – The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006, including the provisions permitting an abridged profit and loss account and balance sheet to be prepared.

Investor Watch meets the definition of a public benefit entity under FRS 102.

This is the first year of adoption of FRS 102. Accounts for the period ended 2014/2015 have been restated to bring them in compliance with FRS 102 (Note 9).

The Directors have a reasonable expectation that the company has adequate resources to continue its activities for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

The financial statements are presented in Sterling, which is the functional currency of the company.

2.2. Income recognition

Investor Watch receives most of its income from philanthropic institutions. Income is recognised when Investor Watch is entitled to the income, where the amount can be measured with reasonable reliability and when Investor Watch is reasonably certain of receipt.

Investor Watch

Notes to the abridged financial statements (continued)

for the year ended 30 April 2016

2. Accounting policies (continued)

Restricted income is recognised in line with activity represented by the expenditure incurred according to the conditions of the Grant Agreement. Entitlement to the restricted income only arises as these conditions are met. Expenditure in excess of cash received is included in the balance sheet as a debtor (as accrued income), with cash received in excess of expenditure being included as a creditor (as deferred income). Income received from unrestricted funders is recognised on receipt.

Other income represents income received from bespoke assignments and speaker fees.

2.3. Expenditure

All expenditure is accounted for on an accruals basis and is recognised where there is a legal or constructive obligation to pay.

Expenditure on non-profit activities includes the direct cost of planning, staffing and operating the company's activities. It also includes support costs, which represent costs of providing the organisational services that support the non-profit activities.

2.4. Tangible Assets

The company policy is to fully depreciate assets on purchase. No new assets were acquired in the year ending 30 April 2016.

2.5. Foreign currencies

Transactions in currencies, other than the functional currency of the company, are recorded at the rate of exchange on the date the transaction occurred. Monetary items denominated in other currencies are translated at the rate prevailing at the end of the reporting period. All differences are taken to the profit and loss account.

2.6. Taxation

Corporation tax is calculated on trading income using tax rates that have been enacted or substantively enacted by the end of the reporting period.

3. Employees

The average number of persons employed by the company (including directors) during the year was 1 (2014/15 – 5).

Investor Watch

Notes to the abridged financial statements (continued)

for the year ended 30 April 2016

4. Debtors

	2015/16	2014/15
	£	£
Trade receivables	-	22,747
Amounts owed by group undertakings	7,406	-
Prepayments	2,400	2,400
	<u>9,806</u>	<u>25,147</u>

5. Creditors: amounts falling due within one year

	2015/16	2014/15
	£	£
Trade and other payables	1,978	4,145
Accruals	-	1,824
Deferred income	807	807
Provisions	23,042	-
	<u>25,827</u>	<u>6,785</u>

Included within provisions is a £23k reverse charge VAT liability relating to qualifying purchases from overseas.

6. Taxation

The grants from philanthropic institutions do not constitute trading income and are therefore not subject to corporation tax. Corporation tax is payable on the company's profits arising from its trading income.

7. Related party transactions

The intercompany receivable balance is made up of costs incurred by Investor Watch on behalf of its subsidiary company Carbon Tracker Ltd (the largest balance relates to mobile phone charges totalling £7k due to a delay in transferring the relevant account to Carbon Tracker Ltd).

Investor Watch

Notes to the abridged financial statements (continued)

for the year ended 30 April 2016

8. Prior year adjustment

In 2014/15 Investor Watch paid for Carbon Tracker staff salaries due to delays experienced in opening a Carbon Tracker bank account. These payments totalling £355k (and corresponding income to which the expenditure was matched) were transferred to Carbon Tracker in 2014/15. An adjustment is required to offset the intercompany balance against income, as this money is not expected to be paid back.

9. Transition to FRS 102

In the prior period, expenditure was matched to income with all unspent income being deferred as at 30 April 2015; thus, there were no carried forward reserves.

In 2015/16, unrestricted income received prior to the year-end has been recognised in full, in line with FRS 102. An adjustment has therefore been put through to bring the previous period in line with FRS 102 requirements.

	2014/15 £	Adjustment £	2014/15 Restated FRS102 £	Description of adjustment
Intercompany debtor	354,924	(354,924)	-	Intercompany debtor offset against income (Note 8)
Deferred income	(567,501)	566,694	(807)	Recognise deferred income (Note 9)
Income	871,293	211,767	1,083,060	Required adjustment to income as a result of the two adjustments above