

INSPIRE VENTURES LIMITED
DIRECTORS REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017



INSPIRE VENTURES LIMITED

COMPANY INFORMATION

YEAR ENDED 31 MARCH 2017

Directors	Ms S Elston Mrs S D Stuart Mr R J Hamilton Mrs L Gray Ms O'Hanlon Mr S Brown Ms E Gordon	(Company Chairman)
Senior management team	Linda Gray George McCulloch Sharon Catchpole	CEO & Director of Corporate Services Director of Operations Director of People
Charity number	SC038476	
Company registration number	SC327812	
Registered office	Beach Boulevard Aberdeen AB24 5HP	
Auditor	Johnston Carmichael LLP Bishop's Court 29 Albyn Place Aberdeen AB10 1YL	
Solicitors	Burness Paul LLP Union Plaza 1 Union Wynd Aberdeen AB10 1SL	

INSPIRE VENTURES LIMITED

FINANCIAL STATEMENTS

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INSPIRE VENTURES LIMITED

CHAIRMAN'S STATEMENT

YEAR ENDED 31 MARCH 2017

Inspire Ventures Limited was formed in 2007 as a wholly owned charitable subsidiary of Inspire PTL Limited, with the specific objectives of running the charity's social enterprises. The year to 31 March 2017 was the eighth full trading year of the company.


As muted during last years report we have reviewed our hospitality operations and in December 2016 in conjunction with the owners at Café Treehouse agreed to terminate our lease arrangements. Café Treehouse was a great opportunity for Inspire ventures to undertake and set up a community presence but due to operational pressures it was best to not renew the lease. This leaves us with the main focus on Café Coast the café based at the Beach Boulevard and the conference/ meeting rooms available for rental there. During the year we have reviewed the service model and are delighted with the trading results in the financial year end. The café hosts a range of different events for the people supported by our sister company Inspire PTL supported by local business including sessions on a Sunday in our Spindrift facilities, Supper Clubs in the café have just commenced and we look forward to great evenings. The multi purpose room Spindrift lends itself nicely to social events and also room bookings and we work closely with local business, local authority and other third sector organisations providing quality meeting room facilities.

Our café academy was discontinued in February 2017 after a significant success, however due to funding restraints and referrals from our partners being less than in previous years we made the difficult decision to consider our options. We intend to work with Inspire PTL to review our employment opportunities to people with learning difficulties in the next financial year. I would like to thank our funders, stakeholders and staff for the excellent outcomes achieved in the academy model.

I would like to express my sincere thanks for the hard work and commitment shown from the management team and all staff members throughout this past year. I would also like to thank all supporters of Inspire, both individual and corporate, without whom we could not meet our objectives.

We continue to look forward to the next year and the opportunities that lie ahead for Café Coast and to continue to link into the Inspire PTL Strategic plan moving forward.

Robert Hamilton
Company Director



5 DECEMBER 2017

INSPIRE VENTURES LIMITED

DIRECTORS REPORT

YEAR ENDED 31 MARCH 2017

The directors present their report and the financial statements of the charitable company for the year ended 31 March 2017.

Objectives and activities

The principal activity of the company is the establishment and operation of social enterprises, providing training, work placements and social inclusion opportunities for those in need by reason of disability in Scotland.

The directors

The directors who served the company during the year and since the year end were as follows:

Ms S Elston
Mrs S D Stuart
Mr R J Hamilton (Company Chairman)
Mrs L Gray
Ms O'Hanlon
Mr S Brown
Ms E Gordon
Ms K M Arthur (resigned 31 March 2017)

Structure, governance and management

Charitable status

The company is a wholly owned subsidiary of Inspire (Partnership Through Life) Ltd and is recognised by HMRC as a charitable body. Inspire Ventures Limited is a limited company governed by its Memorandum and Articles of Association.

Governance

The company is governed by a board of voluntary directors who meet every two months. The directors receive no remuneration.

Recruitment and appointment of directors

The directors of the company are also charity trustees for the purposes of charity law. Potential directors are identified through their association with Inspire Ventures Limited or by recommendation. Directors are individuals with particular relevant skills and experience. An application process is carried out and interviews with the Chair and CEO held to meet individuals to ensure that the appropriate skills matrix is in place.

Director induction and training

Most directors are already familiar with the practical work of the charity having visited Inspire Ventures Limited and the social enterprises. Additionally, new directors are invited and encouraged to meet with senior staff to familiarise themselves with the charity and the context within which it operates. Both new and longer serving directors have regular opportunities to meet trainees, service users and staff. All new directors receive an induction pack and undergo appropriate training in accordance with the director training plan. Full governance training is provided so that individuals have a thorough understanding of the role of the director.

INSPIRE VENTURES LIMITED

DIRECTORS REPORT (CONTINUED)

YEAR ENDED 31 MARCH 2017

Risk management

The Safety and Risk Working committee, which meets on a regular basis and conducts reviews of the major risks to which the charity is exposed and systems have been established to mitigate these risks. Any significant external risks to funding will lead to the development of a strategic plan which will allow for the diversification of funding and activities. Internal risks are minimised by the implementation of policies and procedures which ensure consistent quality of delivery for all operational, health and safety, and financial aspects of the company. These procedures are periodically reviewed to ensure that they still meet the needs of the charity. This is facilitated by a highly experienced risk expert who is on the company's parent company Board and all information is fed back to the Board of Directors of Inspire Ventures Limited.

Achievements and performance

The success of the previous year and the employability services within Inspire Ventures is something that we are proud of and wish to develop further. Our Café Academy employability model provides excellent practical opportunities for individuals who wish to work in Hospitality and is something that we are looking at replicating and working with other organisations in order to build on the success.

Project Search has again been a great success and all partners involved have been extremely proud and happy with the outcomes of the individuals met. In addition, various awards have been won in the year which we will continue to build on.

We continue discussions with various trust funds and different funding streams to identify monies that can enhance future initiatives and hope that during the coming financial year we will be actively planning new ventures and collaborative working opportunities.

Financial review

Finance

The performance of Inspire Ventures Limited is monitored by the CEO on a monthly basis and also through the Board of Directors at the regular board meetings. The meetings look at all financial matters relating to the organisation and are linked directly to the company's parent Property and Finance Committee meetings which are held quarterly. A finance strategy and plan for the coming year shows continued growth and continues to offer innovative volunteering and employment opportunities to people with learning difficulties.

We continue to work in partnership with our parent company Inspire (Partnership through Life) Ltd who continue to provide support.

Reserves policy

The directors have established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets ("the free reserves") held by the charity should aim to achieve a minimum of one month's operating expenditure. At this level, the Board considers that it would have achieved an appropriate degree of financial stability: being able to continue the current activities in the event of an interruption to funding and being able to meet a measure of unexpected financial obligations. By the year end 31 March 2017, the company has been able to achieve this aim. The Board is reviewing its policy in respect of minimum reserve levels in the light of changing funding conditions and developments in the economic and business environment.

INSPIRE VENTURES LIMITED

DIRECTORS REPORT (CONTINUED)

YEAR ENDED 31 MARCH 2017

Investment policy

The Board has considered that the most appropriate policy for investing funds is to utilise bank deposits, paying interest gross. In this the directors are cognisant of the necessity to ensure that any risk is minimised, income generated is maximised, and that the funds can be accessed readily.

Plans for future periods

The directors' plan to continue to develop the existing activities of the company and are investigating opportunities to provide further social enterprises within the Grampian area including expansion of the successful Café Academy model and linking into employment opportunities for individuals with a care need. In addition to these we are looking at different opportunities of collaborative working opportunities. With the new organisational structure and board members there is increased capacity to fulfil the strategic plan.

Small companies provision

The report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

Signed on behalf of the directors



Robert Hamilton
Company Director

5 December 2017

INSPIRE VENTURES LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

YEAR ENDED 31 MARCH 2017

The trustees, who are also the directors of Inspire Ventures Limited for the purpose of company law, are responsible for preparing the Directors' Report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2015 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

So far as the trustees are aware, there is no relevant audit information of which the charitable company's auditors are unaware.

Additionally, the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information, and to establish that the charitable company's auditors are aware of that information.

The trustees 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.

INSPIRE VENTURES LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS AND TRUSTEES OF INSPIRE VENTURES LIMITED

YEAR ENDED 31 MARCH 2017

We have audited the financial statements of Inspire Ventures Limited for the year ended 31 March 2017 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland.

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of part 16 of the Companies Act 2006 and to the charitable company's trustees, as a body, in accordance with section 44 (1) (c) of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 10 of the Charities Accounts (Scotland) Regulations 2006 (as amended). Our audit work has been undertaken so that we might state to the charitable company's members and its trustees those matters we are required to state to them in an auditor's 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 charitable company and the charitable company's members as a body and its trustees 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 Statement of Trustees Responsibilities set out on page 5 the directors (who are also the trustees of Inspire Ventures Limited for the purposes of charity law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed as auditor under section 44 (1) (c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (United Kingdom 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 Chairman's Statement and 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 misstatement or inconsistencies, we consider the implications for our report.

INSPIRE VENTURES LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS AND TRUSTEES OF INSPIRE VENTURES LIMITED (CONTINUED)

YEAR ENDED 31 MARCH 2017

Opinion

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2017 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Opinion on other matter prescribed by the Companies Act 2006

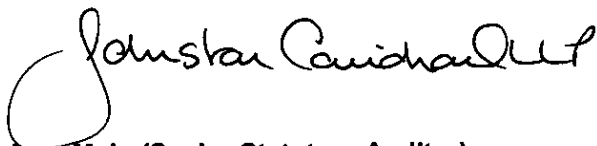
In our opinion the information given in the Chairman's Statement and in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements, and the Chairman's Statement and the Director's Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Chairman's Statement or the Directors' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the charitable company has not kept proper and adequate accounting records or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees' were not entitled to take advantage of the small companies' regime, or to take advantage of the small companies exemption in preparing the directors' report and from preparing a strategic report.



Jean Main (Senior Statutory Auditor)
for and on behalf of Johnston Carmichael LLP

Chartered Accountants
Statutory Auditor

6th December 2017

Bishop's Court
29 Albyn Place
Aberdeen
AB10 1YL

INSPIRE VENTURES LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)

YEAR ENDED 31 MARCH 2017

	Note	Unrestricted Funds £	Share Capital £	Total Funds 2017 £	Total Funds 2016 £
Income and Endowments from					
Donations and legacies	3	18,512	-	18,512	19,560
Other trading activities	4	273,609	-	273,609	302,129
Total income and endowments		292,121	-	292,121	321,689
Expenditure on					
Raising funds	5	(262,144)	-	(262,144)	(318,874)
Total expenditure		(262,144)	-	(262,144)	(318,874)
Net income/ (expenditure)	6	29,977	-	29,977	2,815
Transfers between funds		-	-	-	-
Net movement in funds		29,977	-	29,977	2,815
Reconciliation of funds					
Total funds brought forward		14,383	100	14,483	11,668
Total funds carried forward	16	44,360	100	44,460	14,483

All of the above amounts relate to continuing activities.

The notes on pages 10 to 18 form part of these financial statements.

INSPIRE VENTURES LIMITED

BALANCE SHEET

AS AT 31 MARCH 2017

	Note	£	2017 £	£	2016 £
Fixed assets					
Tangible assets	8		5,451		2,082
Investments	9		<u>100</u>		<u>100</u>
			5,551		2,182
Current assets					
Stocks	11	3,263		2,687	
Debtors	12	48,522		41,102	
Cash at bank and in hand		<u>9,254</u>		<u>13,176</u>	
		61,039		56,965	
Creditors: amounts falling due within one year	13	<u>(22,130)</u>		<u>(44,664)</u>	
Net current assets			<u>38,909</u>		<u>12,301</u>
Net assets			<u>44,460</u>		<u>14,483</u>
Funds					
Share capital	14		100		100
Unrestricted income funds	15		<u>44,360</u>		<u>14,383</u>
Total Funds			<u>44,460</u>		<u>14,483</u>

These financial statements were approved by the directors on 5 Dec 2017 and signed on its behalf by:



Robert Hamilton
Company Director

Company number SC327812

The notes on pages 10 to 18 form part of these financial statements.

INSPIRE VENTURES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

AS AT 31 MARCH 2017

1. Accounting policies

The principal 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.

General information and basis of preparation

Inspire Ventures Limited is a charitable company limited by share capital registered in Scotland. The address of the registered office is given in the company information of these financial statements. This is also the principal place of business. The nature of the charity's operations and principal activities are the establishment and operation of social enterprises, providing training, work placements and social inclusion opportunities for those in need by reason of disability in Scotland.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with the Companies Act 2006, the Charities and Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), "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), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), and UK Generally Accepted Accounting Practice as it applies from 1 January 2015.

The financial statements are prepared basis under the historical cost convention. The financial statements are prepared in sterling which is the functional currency of the charity and rounded to the nearest pound.

The company has availed itself of s396 of the Companies Act 2006, as permitted in paragraph 4(1) of Schedule 1 of SI 2008 No 409, and adapted the Companies Act formats to reflect the special nature of the company's activities.

Inspire Ventures has taken the disclosure exemption available under FRS 102 from preparing consolidated financial statements on the grounds that its results are included within the financial statements of the immediate parent company, Inspire (Partnership Through Life) Ltd, which are available to the public and may be obtained at Companies House, 4th Floor, Edinburgh Quay, 139 Fountainbridge, Edinburgh, EH3 9FF.

The company meets the definition of a qualifying entity under FRS 102 and has therefore taken advantage of the disclosure exemptions available to it. Exemption has been taken in relation to the presentation of a cash flow statement.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

INSPIRE VENTURES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

AS AT 31 MARCH 2017

1. Accounting policies (continued)

Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

Income

All income is included in the Statement of Financial Activities (SOFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Income from trading activities includes income earned from trading activities to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and is recognised in the period the goods or services are supplied.

Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred. Resources expended include attributable VAT which cannot be recovered, and is reported as part of the expenditure to which it relates.

Costs of raising funds includes the cost of operating the Café, as well as governance costs.

Tangible fixed assets

Fixed assets are included in the balance sheet at cost less accumulated depreciation. There is no fixed amount below which fixed assets are not capitalised, each item being taken on its own merits, however it is unlikely that any item below £100 will be 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:

Kitchen equipment - over 3 years

Impairment of fixed assets

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

Investments

Investments in subsidiaries are measured at cost less impairment.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowances for obsolete and slow moving items.

INSPIRE VENTURES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

AS AT 31 MARCH 2017

1. Accounting policies (continued)

Financial instruments

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

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

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

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Impairment of financial assets

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the assets original effective interest rate. The impairment loss is recognised in income and expenditure.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been had the impairment not previously been recognised. The impairment reversal is recognised in income and expenditure.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership to another entity.

Basic financial liabilities

Basic financial liabilities, including trade and other creditors, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

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

INSPIRE VENTURES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

AS AT 31 MARCH 2017

1. Accounting policies (continued)

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Derecognition of financial liabilities

Financial liabilities are derecognised when, and only when, the charity's obligations are discharged, cancelled, or they expire.

Provisions

Provisions are recognised when the charity has an obligation at the balance sheet date as a result of a past event, it is probable that an outflow of economic benefits will be required in settlement and the amount can be reliably estimated.

Employee benefits

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

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

Tax

The charity is an exempt charity within the meaning of Schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

2. Critical accounting estimates and judgements

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

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

The directors consider that there are no estimates and underlying assumptions which have significant risk of causing a material adjustment to the carrying amount of assets and liabilities.

INSPIRE VENTURES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

AS AT 31 MARCH 2017

3. Income from donations and legacies

	Total Funds 2017 £	Total Funds 2016 £
Grants receivable		
Café Academy Big Lottery Fund grant	-	15,204
Robertson Trust	-	4,356
Other income	4,335	-
Donations from group entity	14,177	-
	<u>18,512</u>	<u>19,560</u>

Of the donations and legacies £nil (2016: £19,560) relate to restricted income.

4. Income from other trading activities

	Total Funds 2017 £	Total Funds 2016 £
Cafe Coast sales	225,299	256,545
Conference income	48,310	31,207
Library Café	-	14,377
	<u>273,609</u>	<u>302,129</u>

Of the charitable income £nil (2016: £nil) related to restricted income.

5. Analysis of expenditure on raising funds

	Total Funds 2017 £	Total Funds 2016 £
Cafe Coast	257,529	275,602
Conferences	-	30
Library café	-	13,782
Café Academy	-	19,560
Café Extreme	-	5,430
Audit fee (note 6)	4,615	4,470
	<u>262,144</u>	<u>318,874</u>

Trading comprises a mix of charitable and fundraising activities undertaken during the year.

Of the charitable expenditure £nil (2016: £19,650) relates to restricted expenditure.

INSPIRE VENTURES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

AS AT 31 MARCH 2017

6. Net income/(expenditure)

This is stated after charging:

	2017 £	2016 £
Depreciation	1,196	2,864
Auditor's remuneration:		
- audit of the financial statements	4,615	4,470
- Other professional services	<u>5,850</u>	<u>9,360</u>

7. Staff costs and emoluments

Total staff costs were as follows:

	2017 £	2016 £
Wages and salaries	148,697	172,424
Social security costs	6,974	8,882
Other pension costs	<u>1,995</u>	<u>231</u>
	<u>157,666</u>	<u>181,537</u>

Particulars of employees:

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

	2017	2016
Number of staff	<u>17</u>	<u>21</u>

No employee received emoluments of more than £60,000 during the year (2016: £nil).

Trustees' and key management personnel remuneration and expenses:

The trustees neither received nor waived any remuneration during the year (2016: £nil).

The total amount of employee benefits received by key management personnel is £nil (2016 - £nil).

The charity considers its key management personnel comprise trustees and the senior management team. The key management personnel are remunerated through Inspire (Partnership Through Life) Ltd.

No trustees are accruing pension benefits in the current or prior year.

The trustees did not have any expenses reimbursed during the year (2016 - £nil).

INSPIRE VENTURES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

AS AT 31 MARCH 2017

8. Tangible fixed assets

	Kitchen equipment £	Total £
Cost		
At 1 April 2016	36,373	36,373
Additions	4,565	4,565
At 31 March 2017	40,938	40,938
Depreciation		
As at 1 April 2016	34,291	34,291
Change for the year	1,196	1,196
At 31 March 2017	35,487	35,487
Net Book Value		
At 31 March 2017	5,451	5,451
At 31 March 2016	2,082	2,082

9. Investments

Fixed asset investments

	2017 £	2016 £
Shares in subsidiary company	100	100
	Capital & funds £	Surplus for the year £
The company owns 100% of the £1 ordinary share capital of Café Treehouse C.I.C. (SC467362)	191	92,759

The principal activity of Café Treehouse C.I.C. is the operation of a café, providing food and beverages to the public. Turnover for the year was £196,355 with expenditure totalling £103,596. The café ceased to trade during November 2016.

INSPIRE VENTURES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

AS AT 31 MARCH 2017

10. Financial instruments

	2017 £	2016 £
Carrying amount of financial assets		
Debt instruments measured at amortised costs	<u>57,180</u>	<u>53,717</u>
Carrying amount of financial liabilities		
Measured at amortised cost	<u>9,289</u>	<u>22,982</u>

11. Stocks

	2017 £	2016 £
Stock	<u>3,263</u>	<u>2,687</u>

12. Debtors

	Due within one year	
	2017 £	2016 £
Trade debtors	7,458	5,513
Prepayments and accrued income	596	561
Amounts due from group undertakings	<u>40,468</u>	<u>35,028</u>
	<u>48,522</u>	<u>41,102</u>

The amounts due from group undertakings are interest free and repayable on demand.

13. Creditors

	Due within one year	
	2017 £	2016 £
Trade creditors	6,231	7,465
Taxation and social security	12,413	16,919
Amounts due to group undertakings	-	10,160
Deferred income	428	4,763
Accruals	2,678	5,257
Other Creditors	<u>380</u>	<u>100</u>
	<u>22,130</u>	<u>44,664</u>

Deferred income of £428 (2016: £4,763) relates to monies received which are for activities which continue beyond 31 March 2017. This deferred income is released when the activity occurs, usually in the subsequent financial year. During the year £4,335 was released from deferred income, with no new funding being received.

14. Share capital

	2017 £	2016 £
Authorised, issued and fully paid		
Ordinary shares of £1 each	<u>100</u>	<u>100</u>

INSPIRE VENTURES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

AS AT 31 MARCH 2017

15. Unrestricted income funds

	Balance at 1 April 2016 £	Income £	Expenditure £	Transfers £	Balance at 31 March 2017 £
General funds	14,383	292,121	262,144	-	44,360

16. Analysis of net assets between funds

	Tangible fixed assets £	Investment £	Net current assets £	Long term liabilities £	Total £
Share Capital	-	-	100	-	100
Restricted Income Funds	-	-	-	-	-
Unrestricted Income Funds	5,451	100	38,809	-	44,360
Total Funds	5,451	100	38,909	-	44,460

17. Ultimate parent company

The ultimate parent company is Inspire (Partnership Through Life) Ltd (Charity Number: SC000038), a charitable company registered in Scotland supporting adults with learning difficulties and providing them with quality support that delivers opportunities to excel and fulfil their potential. (Company Registration Number: SC113676). The consolidated financial statements of Inspire (Partnership Through Life) Ltd can be obtained from the Registrar of Companies, Companies House, 4th Floor, Edinburgh Quay 2, 139 Fountainbridge, Edinburgh, EH3 9FF.

18. Related party transactions

Other transactions with related parties

The company has taken advantage of exemptions under Financial Reporting Standard 102 s.33.1A not to disclose transactions with group undertakings within the Inspire (Partnership Through Life) Ltd Group, as it is a subsidiary whose results are included in publicly available consolidated accounts.