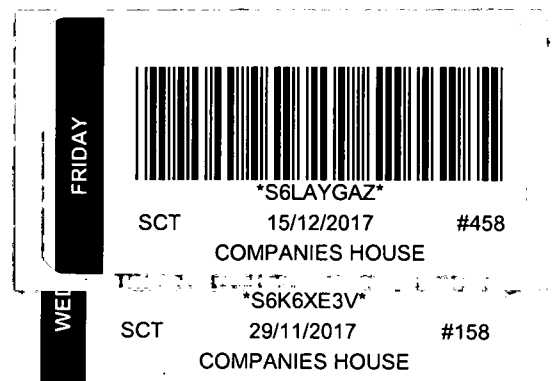


COMPANY REGISTRATION NUMBER SC452721

**KARELE LTD
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
30 JUNE 2017**

Charity Number SC0 45303



KARELE LTD COMPANY LIMITED BY GUARANTEE

FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2017

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KARELE LTD COMPANY LIMITED BY GUARANTEE

MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS

Registered charity name Karele Ltd

Charity number SC045303

Company registration number SC452721

Registered office 30 Dobson's Walk
Haddington
EH41 4RU

Directors C Ferguson
J Ferguson

Accountants Alan Greig CA,
A G Greig Chartered Accountants & Registered Auditors
1 Millar Grove
Hamilton
ML3 9BF

KARELE LTD COMPANY LIMITED BY GUARANTEE

DIRECTORS' REPORT

YEAR ENDED 30 JUNE 2017

The Directors present their report and the unaudited financial statements of the company for the year ended 30 June 2017.

Reference and administrative details

Reference and administrative details are shown in the schedule of members of the board and professional advisers on pages 1 to 2 of the financial statements.

Directors

The Directors who served the company during the period were as follows:

C Ferguson
J Ferguson

Structure, governance and management

Karele Ltd Limited is constituted as a company limited by guarantee and recognised as a charity by the Office of Scottish Charities Regulator and HM Revenue and Customs. The company is governed by its Directors who sets overall objectives and policies as well as overseeing and controlling activities.

Objectives and activities

The principal activity of the company is to provide Equine Facilitated Learning and Activities to a wide range of individuals.

Achievements and performance

KARELE is at present working out of Sunnyside Farm near Haddington with 30 – 50 clients and with developing partnerships with a wide range of other groups.

Financial review

The results for the year to 30 June 2017 show a positive outcome with net surplus for the year of £59.

Going Concern

The company has liquid financial resources. Accordingly, the directors continue to adopt the going concern basis in preparing the financial statements.

Plans for future periods

- To continue to develop multi social benefit through our business
- To expand our service to other user groups (War Veterans , Dementia Friendly)
- To purchase a bespoke site to suit multi social needs (Sunnyside Farm)
- To purchase a horsebox and provide our service in the community
- To become self sufficient
- To become a grant provider to other social enterprises

KARELE LTD COMPANY LIMITED BY GUARANTEE

DIRECTORS REPORT *(continued)*

YEAR ENDED 30 JUNE 2017

Responsibilities of the Directors

The Directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Directors 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 period. In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

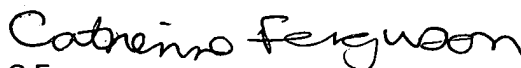
The Directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable it to ensure that the financial statements comply with the Companies Act 2006. The Directors are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Small company provisions

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

Registered office:
30 Dobson's Walk
Haddington
EH41 4RU

Signed by order of the Board


C Ferguson
Director

14 November 2017

KARELE LTD

COMPANY LIMITED BY GUARANTEE

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

YEAR ENDED 30 JUNE 2017

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £	Total Funds 2016
Incoming resources					
Incoming resources from generating funds:					
Voluntary income	4	16,646	-	16,646	9,442
Activities for generating funds	5	5,882	-	5,882	1,838
Investment income	6	-	-	-	-
Total incoming resources		22,528	-	22,528	11,280
Resources expended					
Charitable activities	7	(22,359)	-	(22,359)	(11,027)
Governance costs	8	(110)	-	(110)	(293)
Total resources expended		(22,469)	-	(22,469)	(11,320)
Net incoming resources for the year					
	9	-	-	-	-
Realised Gains/(losses)		-	-	-	-
Unrealised Gains/(losses) on investments		-	-	-	-
Net movement in funds/net income for the year		59	-	59	(40)
Reconciliation of funds					
Total funds brought forward		-	-	-	-
Total funds carried forward		59	-	59	(40)

The Statement of Financial Activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The notes on pages 7 to 10 form part of these financial statements.

KARELE LTD COMPANY LIMITED BY GUARANTEE

BALANCE SHEET *(continued)*

30 JUNE 2017

		2017 £	2016 £
Fixed assets			
Tangible assets		-	-
Investments		-	-
		<u>-</u>	<u>-</u>
Current assets			
Stocks		-	-
Debtors	11	-	-
Cash at bank and in hand		69	10
		<u>69</u>	<u>10</u>
Creditors: Amounts falling due within one year	12	-	-
		<u>-</u>	<u>-</u>
Net current assets		69	10
		<u>69</u>	<u>10</u>
Total assets less current liabilities		69	10
		<u>69</u>	<u>10</u>
Net assets		<u>69</u>	<u>10</u>
Funds			
Restricted income funds		-	-
Unrestricted income funds	13	69	10
		<u>69</u>	<u>10</u>
Total funds		<u>69</u>	<u>10</u>

For the year ended 30 June 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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; and
- 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 small companies' regime.

These financial statements were approved by the councillors and authorised for issue on 14 November 2017 and are signed on their behalf by:

Catherine Ferguson

C Ferguson
Director

Company Registration Number: SC452721

The notes on pages 7 to 10 form part of these financial statements.

KARELE LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2017

1. General information

The charity is a private company limited by guarantee, registered in Scotland and a registered charity in Scotland for public benefit. The address of the registered office is 30 Dobson's Walk, Haddington, East Lothian, EH41 4RU.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities and Trustee Investment (Scotland) Act 2005 and the Charity Accounts (Scotland) Regulations 2006 (as amended).

3. 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 income or expenditure. The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1 July 2016. Details of how the transition to FRS 102 has affected the previously reported financial position and financial performance are given in note 16.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case

KARELE LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2017

it may be regarded as restricted.

Resources expended

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure. All costs have been directly attributed to one of the functional categories of resources expended in the Statement of Financial Activities. The charity is registered for VAT. All items of expenditure are accordingly shown exclusive of VAT.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

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

Fixtures & Office Equipment	-	20% Reducing Balance
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4. Voluntary income

	Unrestricted Funds £	Total Funds 2017 £	Total Funds 2016 £
Donations			
Grant funding	<u>16,646</u>	<u>16,646</u>	<u>9,442</u>

5. Incoming resources from activities for generating funds

	Unrestricted Funds £	Total Funds 2017 £	Total Funds 2016 £
Tuition activities	<u>5,882</u>	<u>5,882</u>	<u>1,838</u>
	<u>5,882</u>	<u>5,882</u>	<u>1,838</u>

6. Investment income

	Unrestricted Funds £	Total Funds 2017 £	Total Funds 2016 £
Income from UK listed investments	-	-	-
Other interest receivable	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>

KARELE LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2017

7. Costs of charitable activities by fund type

	Unrestricted Funds £	Total Funds 2017 £	Total Funds 2016 £
Administration Costs	<u>22,359</u>	<u>22,359</u>	<u>11,027</u>

8. Governance costs

	Unrestricted Funds £	Total Funds 2017 £	Total Funds 2016 £
Professional fees & other charges	<u>110</u>	<u>110</u>	<u>293</u>
	<u>110</u>	<u>110</u>	<u>293</u>

9. Net incoming resources for the year

This is stated after charging:

	2017 £	2016 £
Depreciation	<u>-</u>	<u>-</u>

10. Staff costs and emoluments

Total staff costs were as follows:

	2017 £	2016 £
Wages and salaries	-	-
Social security costs	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>

Particulars of employees:

The average number of employees during the year, calculated on the basis of full-time equivalents, was as follows:

	2017 No	2016 No
Number of administrative staff	<u>-</u>	<u>-</u>

No employee received remuneration of more than £60,000 during the year (2016 - Nil).

KARELE LTD

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2017

11. Debtors

	2017 £	2016 £
Trade debtors	-	-
Other debtors	-	-
Prepayments	-	-
	<u>-----</u>	<u>-----</u>
	-	-
	<u>=====</u>	<u>=====</u>

12. Creditors: Amounts falling due within one year

	2017 £	2016 £
Trade creditors	-	-
Social security and other taxes	-	-
Deferred income	-	-
Accrued expenses	-	-
	<u>-----</u>	<u>-----</u>
	-	-
	<u>=====</u>	<u>=====</u>

13. Unrestricted income funds

	Balance at 1 Jul 2016 £	Incoming resources £	Outgoing resources £	Gains and losses £	Balance at 30 Jun 2017 £
General Funds	10	22,528	22,469	-	69
	<u>-----</u>	<u>-----</u>	<u>-----</u>	<u>-----</u>	<u>-----</u>

14. Analysis of net assets between funds

	Tangible fixed assets £	Investments £	Net current assets £	Total £
Unrestricted Income Funds	-	-	69	69
Total Funds	<u>-----</u>	<u>-----</u>	<u>-----</u>	<u>-----</u>

15. Company limited by guarantee

The company is limited by Guarantee, as such, on winding up each member's liability is restricted to £1

KARELE LTD
COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2017

16. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The charity transitioned to FRS 102 on 1 July 2016. No adjustments were required to be made to the previously reported figures in respect of this transition.