

Trustees Report for the financial year ending 31st March 2021

Ladywood Furniture Project Ltd.

Charity Number: 1011461

As Trustees we find ourselves in a very difficult situation. Two major factors have left us with a predicament that must completely change how we serve our community. Namely, Finance and Covid.

The first problem relates to funding, for many years a combination of selling restored, donated furniture and transport work has funded our service. No public funding has been received since 2002.

During the last quarter of the year we were unsuccessful in securing a new contract to undertake transport work for a major recycling organisation that we had worked with for nearly twenty years.

The reason given was that the scale of our organisation and the depth of competent personnel fell below our customers' expectations, and it was suggested we were only prepared to deliver a service that allowed us to also undertake our charitable objectives, which that was an accurate assessment.

As a charity we were not seeking to commit a greater percentage of our time to non-charitable activities.

However this sudden and unexpected loss of revenue was unfortunate; the transport and storage of waste supported a considerable proportion of our overheads and ensured that we could maintain our overdraft arrangements.

Loss of our contract resulted in us having to end our vehicle leasing agreements that had permitted us to do commercial work and our charity work. Not only did this leave us without a means to collect donated furniture and deliver to our clients, it left us with nothing for our volunteers to do and regrettably we had to close our workshop and showroom.

While efforts were being made to find alternative income, we retained our paid staff; we made unsuccessful attempts to attract local government support but were only offered funding to market our service.

With the start of the Covid lockdown, and our borrowing arrangements exhausted it was decided to make the remaining staff redundant.

The charity's largest asset was its land and buildings which were put up for sale in order to clear our overdraft and settle redundancy payments. With the continuing Covid lockdowns that would prevent collections and delivery of furniture it was decided that having completed the property sale we should wait and see how best to utilize our remaining funds.

**REPORT OF THE DIRECTOR AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021
FOR
LADYWOOD FURNITURE PROJECT LIMITED**

LADYWOOD FURNITURE PROJECT LIMITED

COMPANY INFORMATION
for the Year Ended 31 March 2021

TRUSTEES:

G Hill
J H Doyle (Chairperson)
Mrs J Badger
Mrs G Robinson
J Barry

REGISTERED OFFICE:

19/21 Hatchett Street
Hockley
Birmingham
West Midlands
B19 3NX

REGISTERED NUMBER:

02704224 (England and Wales)

ACCOUNTANTS:

Parkar Accountants
19/21 Hatchett Street
Hockley
Birmingham
West Midlands
B19 3NX

LADYWOOD FURNITURE PROJECT LIMITED (REGISTERED NUMBER: 02704224)

BALANCE SHEET
31 March 2021

	Notes	2021 £	£	2020 £	£
FIXED ASSETS					
Tangible assets	4		-		233,733
CURRENT ASSETS					
Cash at bank		220,809		-	
CREDITORS					
Amounts falling due within one year	5	<u>800</u>		<u>46,677</u>	
NET CURRENT ASSETS/(LIABILITIES)			<u>220,009</u>		<u>(46,677)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>220,009</u>		<u>187,056</u>
RESERVES					
Retained earnings			<u>220,009</u>		<u>187,056</u>
			<u>220,009</u>		<u>187,056</u>

The reserves of £220,009 include no restricted funds.

The financial statements were approved by the Board of Directors on 18 January 2022 and were signed by:

.....
Mr J Barry (Director & Company Secretary)

LADYWOOD FURNITURE PROJECT LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 31 March 2021

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards and the charities Accounting Statement of Recommended Practice.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

- 20% - Fixture & fittings
- 25% - Motor vehicles
- 20% - Computer equipment

The reducing balance method is used in all cases.

2. STATEMENT OF TRUSTEES' RESPONSIBILITIES

Company Law requires the trustees to prepare accounts for each financial period which give a true and fair view of the state of the company's affairs and of its income and expenditure for that period. In preparing these accounts the trustees are required to –

Select suitable accounting policies and then apply them consistently.

Make judgements and estimates that are reasonable and prudent.

Prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue to operate.

The Trustees' are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the company and to enable that the accounts comply with the Companies Act. They are also responsible for safeguarding the assets of the company and hence taking steps for the prevention of fraud and detection of fraud and other irregularities.

3. FUND ACCOUNTING

General funds are available for use at the discretion of the Management Committee in furtherance of the general objectives of the Association.

Designated funds are amounts, which have been set aside by the Management Committee for a specific purpose.

Restricted funds are funds subject to specific restrictive conditions imposed by donors. All income and expenditure is shown in the Statement of Financial Activities.

LADYWOOD FURNITURE PROJECT LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2021

4. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Totals £
COST			
At 1 April 2020	179,300	54,433	233,733
Disposals	<u>(179,300)</u>	<u>(54,433)</u>	<u>(233,733)</u>
At 31 March 2021	-	-	-
NET BOOK VALUE			
At 31 March 2021	<u>-</u>	<u>-</u>	<u>-</u>
At 31 March 2020	<u>179,300</u>	<u>54,433</u>	<u>233,733</u>

5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Bank loans and overdrafts	-	23,001
Trade creditors & accruals	<u>800</u>	<u>23,676</u>
	<u>800</u>	<u>46,677</u>

LADYWOOD FURNITURE PROJECT LIMITED

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF

I REPORT ON THE FOREGOING ACCOUNTS OF THE CHARITY FOR THE YEAR ENDED 31ST MARCH 2021.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND EXAMINERS

As described in note 2 the trustees are responsible for the preparation of the accounts; you consider that the audit requirement of section 43(2) of the Charities Act 1993 (the act) does not apply. It is my responsibility to state, on the basis of procedures specified in the General Directions given by the Charity Commissioners under section 43(7)(b) of the Act, whether particular matters have come to my attention.

BASIS OF INDEPENDENT EXAMINER'S REPORT

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and also a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

INDEPENDENT EXAMINER'S STATEMENT

In connection with my examination, no matter has come to my attention:

- (1) Which gives me reasonable cause to believe that in any material respect the requirements:
 - to keep accounting records in accordance with section 41 of the Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the Act.
 - have not been met; or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

**Parkar Accountants
19/21 Hatchett Street
Hockley
West Midlands
B19 3NX**

Dated: 18 January 2022

LADYWOOD FURNITURE PROJECT LIMITED**TRADING AND PROFIT AND LOSS ACCOUNT
for the Year Ended 31 March 2021**

	2021		2020	
	£	£	£	£
Turnover				
Household supplies	-		18,127	
Bulk waste	-		27,957	
Donations	-		<u>500</u>	
		-		46,584
Cost of sales				
Opening stock		<u>-</u>		<u>5,225</u>
GROSS PROFIT		-		41,359
Other income				
Sundry receipts		<u>6,767</u>		<u>-</u>
		6,767		41,359
Expenditure				
Premise costs & insurance	903		3,975	
Light , heat & water	-		1,059	
Wages (inc. redundancy)	35,915		66,208	
Telephone	-		2,504	
Administration	1,000		1,144	
Motor expenses	-		25,537	
Building & maintenance	-		68	
Volunteer expenses	-		8,454	
Sundry expenses	-		838	
Professional costs	<u>741</u>		<u>5,148</u>	
		<u>38,559</u>		<u>114,935</u>
		(31,792)		(73,576)
Finance costs				
Bank charges		<u>-</u>		<u>467</u>
		(31,792)		(74,043)
Profit/(Loss) on disposal of fixed assets				
Freehold property	64,745		-	
Fixtures and fittings	-		(3,757)	
Motor vehicles	-		(647)	
Computer equipment	<u>-</u>		<u>(255)</u>	
		<u>64,745</u>		<u>(4,659)</u>
NET PROFIT/(LOSS)		<u>32,953</u>		<u>(78,702)</u>

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FOR
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