Docusign Envelope ID: 3C4258C2-AB33-8E2C-8170-CB9171843974

Registered number: 08991099
Charity number: 1161809 & SC046556

FAIR CREDIT CHARITY LTD

(A company limited by guarantee)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2025

Docusign Envelope ID: 3C4258C2-AB33-8E2C-8170-CB9171843974

FAIR CREDIT CHARITY LTD
(A company limited by guarantee)
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FAIR CREDIT CHARITY LTD

(A company limited by guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2025

Trustees	J Bonehill H Talbot-Tomlinson (resigned 30 June 2026) J Fleming J Moore S Lewis (appointed 18 September 2025) T Levitt (resigned 30 September 2025) R Maverick (resigned 21 August 2025) L Melvin (resigned 30 September 2025)
Company registered number	08991099
Charity registered number and Scottish charity registered number	1161809 & SC046556
Registered office	Unit 8, Elm Court Meriden Business Park Copse Drive Coventry England CV5 9RG
Company secretary	C Bennett
Chief executive officer	S Dukes
Independent auditor	Blick Rothenberg Audit LLP Chartered Accountants Statutory Auditor 16 Great Queen Street Covent Garden London WC2B 5AH

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The Trustees present their annual report together with the audited financial statements of the Charity for the year 1 January 2025 to 31 December 2025. The annual report serves the purposes of both a trustees' report and a directors' report under company law.

The Trustees confirm that the annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

As the Group and the Charity qualify as small under section 383 of the Companies Act 2006, the Group strategic report required of medium and large companies under the Companies Act 2006 (strategic report and directors' report) Regulations 2013 has been omitted.

Originally established as Fair for You Limited, the Charity changed its name to Fair Credit Charity in 2022 to distinguish it more clearly from its wholly-owned subsidiary, Fair for You Enterprise CIC (“the CIC”).

The Charity is the sole member of the CIC, through which the Group principally delivers affordable lending to financially excluded and low-income households. During 2025, FCC continued to oversee the governance and development of the CIC while developing its own strategic role in promoting a fairer and more inclusive lending environment.

The Fair Credit Charity and the CIC are separate legal entities with separate governance and management arrangements. The CIC undertakes the Group’s regulated lending and trading activities, while FCC acts as its parent charity. The consolidated financial statements therefore include the trading activities of the CIC and other subsidiaries; these should be distinguished from the Charity-only accounts, which reflect FCC’s own income and expenditure. The FCC receives a contribution from the CIC towards its operating and governance costs but otherwise has limited income of its own.

Objectives and activities

a. Policies and objectives

The principal objects of Fair Credit Charity Ltd (the Charity) are for the public benefit to:

1. Advance education in relation to money and debt management;
2. Relieve financial hardship and distress; and
3. Prevent and relieve poverty.

This includes the advancement, provision and facilitation of affordable sources of credit and other financial services to individuals in low-income households, helping them to obtain essential goods and services and avoid unscrupulous or usurious sources of credit.

In setting its objectives and planning its activities, the Trustees have had due regard to Charity Commission guidance on public benefit.

During 2025, Trustees also agreed a clearer strategic **Aim** for the Charity:

To influence the financial, legislative and regulatory landscape to help create an ethical and responsible lending environment in which financially excluded people are better served.

Two objectives support this Aim:

- taking action, independently and in partnership, to help create a fairer financial environment for financially excluded people; and
- identifying barriers to financial inclusion and working with others for their removal, particularly within the credit market.

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Objectives and activities (continued)

b. Strategies for achieving objectives

The Charity believes that financially excluded and lower-income households should have access to responsible, affordable and appropriately designed financial services.

Its **Vision**, agreed during 2025, is:

A future where everyone has access to fair credit – helping to alleviate and eradicate poverty and fostering a society built on trust, integrity and positive social impact.

Its **Mission** is:

Using our knowledge and established experience of creating inclusive and ethical financial services, our Mission is to build an environment to enable all businesses serving financially excluded people to thrive.

The Charity seeks to achieve this both through its ownership and oversight of the CIC and by using the experience, evidence and insight generated through the Group to promote improved approaches to financial inclusion.

c. Activities undertaken to achieve objectives

During 2025, the Charity's principal activities fell into three related areas:

- Oversight: monitoring the governance, strategic development, financial resilience and activities of the CIC;
- Evidence and insight: supporting research and social-impact work relating to financially excluded households and responsible lending; and
- Influence: exploring ways in which FCC can encourage good practice and contribute to a fairer financial and lending environment.

These activities reflect FCC's position as both the parent charity of an established responsible lender and an organisation with a wider interest in improving outcomes for financially excluded households.

Achievements and performance

a. Main achievements of the Charity

2025 was principally a year of consolidation, strategic clarification and governance renewal for Fair Credit Charity.

Following the programme of research undertaken during 2024, Trustees focused during 2025 on clarifying FCC's future purpose and ensuring that its activities were focused on areas where the Charity could add most value.

Strategy, Vision and Mission

During the first half of 2025, Trustees refined and subsequently approved a new Aim, Objectives, Vision and Mission for the Charity.

The new approach places greater emphasis on influencing the wider financial environment so that financially excluded people are better served, while recognising the important role played by the CIC as the Group's principal delivery vehicle for affordable lending.

Trustees also began considering how the Charity should measure progress against this strategy, with an emphasis on outcomes and impact rather than activity alone.

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Achievements and performance (continued)

(continued)

Research and social impact

The Charity completed *Migrants and Credit: Transforming Futures*, the final research project initiated under its previous strategy. The work explored the experience of migrants accessing financial services in the UK and complemented the wider programme of research undertaken during 2024.

Work also commenced on a review of the social impact generated over the first ten years of Fair for You's activities. This provides an opportunity both to assess the impact achieved through the CIC and to identify wider lessons for policymakers, financial services providers and others seeking to address financial exclusion.

The Charity's website was refreshed during the year to better reflect its revised Aim, Objectives and strategic purpose.

Developing the Charity's influencing role

Trustees considered how FCC could use its position to encourage and recognise good practice in financial inclusion.

In particular, the Board agreed in principle to further develop a financial inclusion awards initiative covering financial services, retail and individual leadership.

Trustees identified issues requiring further consideration, including independence and credibility, customer involvement, reputational risk and resourcing. The initiative therefore remained under development at the end of 2025 rather than proceeding immediately to implementation.

Governance and Trustee succession

2025 was also a significant year of Trustee succession and Board renewal.

Several long-serving Trustees reached the end of their service during the year. Robbie Maverick resigned from the Board, while Tom Levitt and Lindsay Melvin completed their terms in September.

Jonathan Moore and Joanne Fleming were each reappointed for further three-year terms and Sue Lewis joined the Board for an initial three-year term. Jonathan Moore succeeded Tom Levitt as Chair.

The Board recorded its thanks to all departing Trustees for their contribution to the development of the Charity.

Alongside succession planning, Trustees continued to review the Charity's risk register, conflicts of interest, policies and wider governance arrangements.

Oversight of Fair for You Enterprise CIC

Fair for You Enterprise CIC remained the principal means through which the Group delivered direct benefit to financially excluded households during 2025.

Trustees received regular reporting on the CIC's strategy, lending activity, financial and operational performance, investment pipeline and risk. This enabled FCC to maintain oversight of the subsidiary and consider whether its activities remained aligned with the purpose for which the Charity was established.

During the year the CIC continued to develop its lending proposition, technology and risk capability and to raise external investment to support its activities.

The Trustees remained satisfied during 2025 that the CIC's activities continued to support FCC's charitable purpose.

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Achievements and performance (continued)

(continued)

b. Key performance indicators

The Group has in the period ending 31 December 2025 shown a consolidated net reduction in funds of £398,331 (2024: £65,684). This was after a one-off remeasurement charge of £193,716 following a change in the loan funding arrangements. At 31 December 2025, the Group had consolidated reserves of £3,034,049 (2024: £3,432,380). Since inception Fair for You has now supported more than 100,000 families across the UK through loans totalling over £90m.

c. Review of activities

The principal areas of FCC activity during 2025 are described above.

Overall, the year represented a transition from the more directly commissioned research programme undertaken in 2024 towards a clearer strategic model combining:

- effective oversight of the CIC;
- evidence and social-impact activity;
- collaboration and partnership; and
- wider influence on financial inclusion and responsible lending.

The Trustees recognise that FCC's own resources are limited and that future activity must therefore be focused, proportionate and capable of demonstrating clear public benefit.

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Achievements and performance (continued)

Financial review

a. Financial review

The consolidated statement of financial activities set out on page 15 of the financial statements shows how the Group has in the period ending 31 December 2025 shown a consolidated reduction in funds of £398,331 (2024: £65,684). At 31 December 2025, the Group had consolidated reserves of £3,034,049 (2024: £3,432,380). These results include the results of the trading subsidiaries, Fair for You Enterprise CIC, There4U Limited and Fayre4U Limited.

The Charity's wholly owned trading subsidiary, Fair for You Enterprise CIC, made a loss of £302,555 (2024: £99,794), made up of income of £3,149,895 and total expenditure of £3,452,450. The net assets at the year end were £2,443,939 (2024: £3,385,048).

Fair for You Enterprise CIC’s subsidiary, There4U Limited, made a loss of £57,343 (2024: profit of £20,891), made up of income of £752,059 and total expenditure of £809,402. The net liabilities at the year end were £36,452 (2024: net assets of £20,892).

Fair for You Enterprise CIC’s subsidiary, Fayre4U Limited, made a loss of £24,108 (2024: profit of £14,539), made up of income of £309,116 and total expenditure of £333,224. The net liabilities at the year end were £9,568 (2024: net assets of £14,540).

The consolidated statement of financial position set out on page 17 of the financial statements shows the financial position of the group at 31 December 2025.

Fixed assets of £1,268,532 (2024: £1,094,876) are represented by tangible assets of £2,431 (2024: £Nil) and developed software of £1,266,101 (2024: £1,094,876).

Current assets are represented by debtors of £10,253,843 (2024: £7,896,974) and cash at bank and in hand of £1,715,601 (2024: £3,537,062). After deducting current liabilities of £4,933,710 (2024: £1,739,254), the net current assets amount to £7,035,734 (2024: £9,694,782).

Creditors falling due after more than one year comprise bank loans of £Nil (2024: £190,000) and other loans of £5,270,217 (2024: £7,167,278).

The resulting net assets amount to £3,034,049 (2024: £3,432,380) which represents the Group's unrestricted funds.

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b. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

Fair Credit Charity is solely reliant on the performance of its wholly owned subsidiaries and their performance determines the viability of the Charity.

During the year ended 31 December 2025, Fair for You Enterprise CIC incurred a net loss of £302,555 (2024: £99,794). This was after a one-off remeasurement charge of £193,716 following a change in the loan funding arrangements. At the year end, it had net assets of £3,082,493 (2024: £3,385,048) and net current assets of £5,318,621 (2024: £7,247,448).

The Trustees have reviewed the budgets and cash flow forecasts for the Group for a period of at least 12 months from the date of approval of the financial statements.

These forecasts include assumptions regarding the timing of contractual debt repayments due within the next 12 months, together with anticipated inflows from existing and future funding arrangements.

Fair for You Enterprise CIC has a strong funding pipeline and, subsequent to the year end, secured additional funding of £1 million together with access to further unutilised facilities under existing borrowing arrangements. In addition, loan funding of £1,150,000, which was included within creditors falling due within one year, was converted into unsecured bonds which have no set repayment date.

Fair for You Enterprise CIC anticipates utilising these facilities to support continued lending book growth.

All covenant requirements of Fair for You Enterprise CIC have been complied with both during the year and since the year end.

In addition, the new SPVs, which became fully operational during Q4 2024 and completed their first full year of trading in 2025, experienced significant growth in activity.

There4U Limited delivered a net loss of £57,343 (2024: profit of £20,891). At the year end, it had net liabilities of £36,452 (2024: net assets of £20,892) and net current assets of £63,549 (2024: £1,310,892). Subsequent to the year end, the company received a waiver in respect of a covenant breach. A further covenant breach was identified after the year end, for which formal waiver documentation has not yet been completed. However, the lender has confirmed its intention to waive the breach and that it does not intend to withdraw funding or take enforcement action.

Fayre4U Limited delivered a net loss of £24,108 (2024: profit of £14,539). At the year end, it had net liabilities of £9,568 (2024: net assets of £14,539) and net current assets of £1,655,987 (2024: £1,124,540). There were no covenant breaches during 2025 and subsequent to the year end.

Having considered the cash flow forecasts, available funding facilities, covenant compliance and the expected performance of its subsidiaries, the Trustees are satisfied that the Group has adequate resources to continue in operational existence for the foreseeable future and therefore continue to adopt the going concern basis in preparing the financial statements.

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c. Material investments policy

The Charity has invested in its wholly owned subsidiary, Fair for You Enterprise CIC, without return or short term expectation of return.

The investment may see a future return to the Charity once the business is fully established and sustainable. At this time, only costs are being covered by the subsidiary and no return for the investment is sought.

The Trustees believe considerable value is being created in the brand and development of a unique lending organisation that addresses the needs of its customers.

In the long term, when it is a viable mainstream competitor to high cost credit, we will establish a suitable mechanism for a return that will allow the charity to extend its mission.

d. Reserves policy

The Trustees consider that the free reserves are appropriate and adequate, taking into accounts plans for the future and have therefore not yet designated a specific reserve policy. However, the Trustees will keep this under constant review. In future years a specific reserve policy may be adopted.

Structure, governance and management

a. Constitution

Fair Credit Charity Ltd is a registered charity in England and Wales (charity number 1161809) and Scotland (SC046556) and is governed by its Articles of Association.

The Charity is the sole member of Fair for You Enterprise CIC and prepares consolidated financial statements incorporating the relevant Group entities.

b. Methods of appointment or election of Trustees

Trustees are appointed for a three-year term and may serve a maximum of three terms. Trustees are expected to undertake appropriate induction and training.

Where an existing Trustee reaches the end of a term and remains eligible for reappointment, the Chair reviews their contribution and effectiveness, taking soundings from fellow Trustees and the Executive as appropriate. Where the Trustee wishes to continue and the Chair is satisfied that reappointment is appropriate, a recommendation is made to the full Board. The Trustee concerned is recused from the discussion and decision. Where the Chair is being considered for reappointment, the same process applies, with the longest-serving eligible Trustee chairing that part of the meeting.

For new appointments, the Charity will normally undertake an open recruitment process, although other appropriate routes may occasionally be used. Applications are typically considered by a small Trustee panel, supported by the Executive, which undertakes the initial sift and interviews. The panel then makes a recommendation to the full Trustee Board for approval. The preferred candidate will normally attend the next Trustee meeting as an observer and, subject to final Board approval, will be formally elected during that meeting.

During 2025, this process supported both Trustee succession and continuity, including the reappointment of Jonathan Moore and Joanne Fleming and the appointment of Sue Lewis.

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Structure, governance and management (continued)

c. Organisational structure and decision-making policies

The Charity is governed by its Trustee Board, which is responsible for ensuring that the Charity acts in furtherance of its objects and that charitable interests remain paramount in its decision-making.

During 2025 the Board maintained oversight of FCC's own activities and of the strategic direction, performance and governance of its wholly-owned subsidiaries.

The CIC has its own Board and management arrangements and is responsible for the operational delivery of its regulated lending activities. FCC's role is one of parent-charity governance and oversight rather than day-to-day operational management.

d. Financial risk management

The Trustees regularly consider the principal risks facing the Charity and Group, including those relating to governance, finance, funding, reputation and the activities of the subsidiary. In addition to sitting on the Board of the CIC, the Chair of FCC also attends the CIC's Business Risk & Compliance Committee.

Trustees receive relevant risk and financial information from the CIC and are satisfied that appropriate systems and procedures are in place to identify, monitor and mitigate material risks.

Plans for future periods

The strategic work undertaken during 2025 provides the foundation for the Charity's next phase.

The Trustees intend to continue developing FCC's role in providing strategic direction for the charity, ensuring that the activities undertaken through the CIC remain aligned with the Charity's purpose and deliver demonstrable public benefit.

The Charity will also explore opportunities to use the evidence, insight and experience generated through the Group to contribute to research, policy and wider debate on financial exclusion and responsible lending. Any such activity will need to be appropriately resourced, focused on clear charitable outcomes and undertaken either independently or with suitable partners.

Trustees will continue to review the effectiveness of FCC's governance arrangements, its relationship with the CIC and the resources required to ensure that the Charity's role remains meaningful, proportionate and sustainable.

Disclosure of information to auditor

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable group's auditor is unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditor is aware of that information.

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Auditor

The auditor, Blick Rothenberg Audit LLP, has indicated his willingness to continue in office. The designated Trustees will propose a motion reappointing the auditor at a meeting of the Trustees.

Approved by order of the members of the board of Trustees and signed on their behalf by:

Signed by:
Jonathan Moore
8663304A113542B...

J Moore
Trustee

Date: 25-Sep-26 | 14:24 BST

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STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE YEAR ENDED 31 DECEMBER 2025

The Trustees (who are also the directors of the Charity for the purposes of company law) are responsible for preparing the Trustees' report including the strategic 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 Trustees to prepare financial statements for each financial year. Under company law, the Trustees 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 Group and the Charity and of their incoming resources and application of resources, including their income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 Group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the Charity 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 Group and the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FAIR CREDIT CHARITY LTD

FOR THE YEAR ENDED 31 DECEMBER 2025

Opinion

We have audited the financial statements of Fair Credit Charity Ltd (the 'Charity') and its subsidiaries (the 'Group') for the year ended 31 December 2025 which comprise the consolidated statement of financial activities, the consolidated statement of financial position, the Charity statement of financial position, the consolidated statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent charitable company's affairs as at 31 December 2025 and of the group's 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 requirements of the Companies Act 2006 and Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Group's or the parent charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

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Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' 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 Trustees' report.

We have nothing to report in respect of the following matters in relation to which Companies Act 2006 requires us to report to you if, in our opinion:

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company 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.

Responsibilities of trustees

As explained more fully in the Trustees' responsibilities statement, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the group's and the parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

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Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the company through discussions with directors and other management, and from our commercial knowledge and experience of the not-for-profit and financial credit sectors;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Companies Act 2006 and taxation legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested a sample of journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates set out in note 3 were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with HM Revenue and Customs and the Charity Commission.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance.

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Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 its members, as a body, for our audit work, for this report, or for the opinions we have formed.

Signed by:
Mark Hart
A55DB73BE5414B0...

Mark Hart FCA (senior statutory auditor)
for and on behalf of
Blick Rothenberg Audit LLP
Chartered Accountants
Statutory Auditor
16 Great Queen Street, London
WC2B 5AH

Date: 25-Sep-26 | 16:06 BST

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FAIR CREDIT CHARITY LTD

(A company limited by guarantee)

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2025

	Note	Unrestricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
Income from:				
Other trading activities	4	**3,501,613**	**3,501,613**	3,708,043
Other income	5	**98,424**	**98,424**	376,414
Total income		**3,600,037**	**3,600,037**	4,084,457
Expenditure on:				
Raising funds from trading activities	6	**3,988,188**	**3,988,188**	4,147,621
Charitable activities	7	**10,180**	**10,180**	2,520
Total expenditure		**3,998,368**	**3,998,368**	4,150,141
Net movement in funds		**(398,331)**	**(398,331)**	(65,684)
Reconciliation of funds:	17			
Total funds brought forward		**3,432,380**	**3,432,380**	3,498,064
Net movement in funds		**(398,331)**	**(398,331)**	(65,684)
Total funds carried forward		**3,034,049**	**3,034,049**	3,432,380

The consolidated statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 22 to 41 form part of these financial statements.

Docusign Envelope ID: 3C4258C2-AB33-8E2C-8170-CB9171843974

FAIR CREDIT CHARITY LTD

(A company limited by guarantee)

CHARITY STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2025

	Unrestricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
Income from:			
Other income	**1,795**	**1,795**	2,400
Total income	**1,795**	**1,795**	2,400
Expenditure on:			
Charitable activities	**17,148**	**17,148**	3,720
Total expenditure	**17,148**	**17,148**	3,720
Net movement in funds	**(15,353)**	**(15,353)**	(1,320)
Reconciliation of funds:			
Total funds brought forward	**11,902**	**11,902**	13,222
Net movement in funds	**(15,353)**	**(15,353)**	(1,320)
Total funds carried forward	**(3,451)**	**(3,451)**	11,902

The statement of financial activities includes all gains and losses recognised in the year.

Docusign Envelope ID: 3C4258C2-AB33-8E2C-8170-CB9171843974

REGISTERED NUMBER: 08991099

FAIR CREDIT CHARITY LTD

(A company limited by guarantee)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31 DECEMBER 2025

	Note		2025 £		2024 £
Fixed assets					
Intangible assets	12		**1,266,101**		1,094,876
Tangible assets	13		**2,431**		-
			1,268,532		1,094,876
Current assets					
Debtors	14	**10,253,843**		7,896,974	
Cash at bank and in hand		**1,715,601**		3,537,062	
		11,969,444		11,434,036	
Current liabilities					
Creditors: amounts falling due within one year	15	**(4,933,710)**		(1,739,254)	
Net current assets			**7,035,734**		9,694,782
Total assets less current liabilities			**8,304,266**		10,789,658
Creditors: amounts falling due after more than one year	16		**(5,270,217)**		(7,357,278)
Total net assets			**3,034,049**		3,432,380
Charity funds					
Restricted funds	17		**-**		-
Unrestricted funds	17		**3,034,049**		3,432,380
Total funds			**3,034,049**		3,432,380

Docusign Envelope ID: 3C4258C2-AB33-8E2C-8170-CB9171843974

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:

Signed by:
Jonathan Moore
8663304A113542B...

J Moore
Trustee

Date: 25-Sep-26 | 14:24 BST
The notes on pages 22 to 41 form part of these financial statements.

Docusign Envelope ID: 3C4258C2-AB33-8E2C-8170-CB9171843974

FAIR CREDIT CHARITY LTD

(A company limited by guarantee)

CHARITY STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 31 DECEMBER 2025

	Note		2025 £		2024 £
Current assets					
Debtors	14	**10,949**		9,623	
Cash at bank and in hand		**6,625**		14,928	
		17,574		24,551	
Current liabilities					
Creditors: amounts falling due within one year	15	**(21,025)**		(12,649)	
Net current (liabilities) / assets			**(3,451)**		11,902
Total net (liabilities) / assets			**(3,451)**		11,902
Charity funds					
Unrestricted funds	17		**(3,451)**		11,902
Restricted funds	17		**-**		-
Total (deficit) / funds			**(3,451)**		11,902

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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Docusign Envelope ID: 3C4258C2-AB33-8E2C-8170-CB9171843974

FAIR CREDIT CHARITY LTD

(A company limited by guarantee)

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2025

	Note	2025 £	2024 £
Cash flows from operating activities			
Net cash (used in)/generated by operating activities	19	**(1,733,168)**	2,315,572
Cash flows from investing activities			
Interest paid		**(982,417)**	(693,810)
Purchase of tangible fixed assets		**(2,827)**	(1,873)
Purchase of intangible assets		**(525,170)**	(579,693)
Net cash used in investing activities		**(1,510,414)**	**(1,275,376)**
Cash flows from financing activities			
Movement in borrowings		**1,422,121**	465,418
Net cash provided by financing activities		**1,422,121**	**465,418**
Change in cash and cash equivalents in the year		**(1,821,461)**	**1,505,614**
Cash and cash equivalents at the beginning of the year		**3,537,062**	2,031,448
Cash and cash equivalents at the end of the year	20	**1,715,601**	3,537,062

The notes on pages 22 to 41 form part of these financial statements

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1. General information

Fair Credit Charity Ltd is a registered charitable company limited by guarantee incorporated in England and Wales. The registered office is Unit 8, Elm Court, Meriden Business Park, Copse Drive, Coventry, CV5 9RG.

The members of the Charity are the Trustees named on page 1. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the Charity.

The financial statements are prepared in Sterling (£), which is the functional currency of the Association. Monetary amounts in these financial statements are rounded to the nearest £.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - 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 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Fair Credit Charity Ltd meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The consolidated statement of financial activities (SOFA) and consolidated statement of financial position consolidate the financial statements of the Charity and its subsidiary undertakings. The results of the subsidiaries are consolidated on a line by line basis.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the company's accounting policies (see note 3).

The following principal accounting policies have been applied:

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2. Accounting policies (continued)

2.2 Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

Fair Credit Charity is solely reliant on the performance of its wholly owned subsidiaries and their performance determines the viability of the Charity.

During the year ended 31 December 2025, Fair for You Enterprise CIC incurred a net loss of £302,555 (2024: £99,794). This was after a one-off remeasurement charge of £193,716 following a change in the loan funding arrangements. At the year end, it had net assets of £3,082,493 (2024: £3,385,048) and net current assets of £5,318,621 (2024: £7,247,448).

The Trustees have reviewed the budgets and cash flow forecasts for the Group for a period of at least 12 months from the date of approval of the financial statements.

These forecasts include assumptions regarding the timing of contractual debt repayments due within the next 12 months, together with anticipated inflows from existing and future funding arrangements.

Fair for You Enterprise CIC has a strong funding pipeline and, subsequent to the year end, secured additional funding of £1 million together with access to further unutilised facilities under existing borrowing arrangements. in addition, loan funding of £1,150,000, which was included within creditors falling due within one year, was converted into unsecured bonds which have no set repayment date.

Fair for You Enterprise CIC anticipates utilising these facilities to support continued lending book growth.

All covenant requirements of Fair for You Enterprise CIC have been complied with both during the year and since the year end.

In addition, the new SPVs, which became fully operational during Q4 2024 and completed their first full year of trading in 2025, experienced significant growth in activity.

There4U Limited delivered a net loss of £57,343 (2024: profit of £20,891). At the year end, it had net liabilities of £36,452 (2024: net assets of £20,892) and net current assets of £63,549 (2024: £1,310,892). Subsequent to the year end, the company received a waiver in respect of a covenant breach. A further covenant breach was identified after the year end, for which formal waiver documentation has not yet been completed. However, the lender has confirmed its intention to waive the breach and that it does not intend to withdraw funding or take enforcement action.

Fayre4U Limited delivered a net loss of £24,108 (2024: profit of £14,539). At the year end, it had net liabilities of £9,568 (2024: net assets of £14,539) and net current assets of £1,655,987 (2024: £1,124,540). There were no covenant breaches during 2025 and subsequent to the year end.

Having considered the cash flow forecasts, available funding facilities, covenant compliance and the expected performance of its subsidiaries, the Trustees are satisfied that the Group has adequate resources to continue in operational existence for the foreseeable future and therefore continue to adopt the going concern basis in preparing the financial statements.

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2. Accounting policies (continued)

2.3 Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Loan interest receivable on loans to clients is recognised using the effective interest method, and is calculated and accrued on a daily basis.

Commissions receivable arise in connection with a specific transaction and income relating to individual transactions is recognised when the transaction is completed.

Grants are included in the consolidated statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

2.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably.

Charitable activities and Governance costs are costs incurred on the Charity's educational operations, including support costs and costs relating to the governance of the Charity apportioned to charitable activities. All expenditure is accounted for on an accruals basis.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.5 Intangible assets and amortisation

The Group does not employ a specific capitalisation policy in relation to intangible assets. Intangible assets are recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably. Intangible assets are initially recognised at cost and are subsequently measured at cost net of amortisation and any provision for impairment.

Development costs represent the development of the original website and infrastructure, and development of bespoke lending systems.

Amortisation is provided on intangible assets at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life.

Amortisation is provided on the following basis:

Development expenditure	-	2-5 years straight line

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2. Accounting policies (continued)

2.6 Tangible fixed assets and depreciation

The Group does not employ a specific capitalisation policy.

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of financial activities.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives.

Depreciation is provided on the following basis:

Fixtures and fittings	-	25% straight line
Office equipment	-	25% straight line
Computer equipment	-	25% straight line

2.7 Debtors

Short term debtors are measured at transaction price, less any impairment.

Loans to borrowers are financial assets with fixed or determinable payments. Loans are recognised when cash is advanced to borrowers and measured at amortised cost using the effective interest method. Loans are derecognised when the right to receive cash flows from the asset have expired, usually when all amounts outstanding have been repaid.

At each balance sheet date the Group assesses if there is objective evidence that any of its loans are impaired. Additionally, if during the course of the year, there is objective evidence that any individual loan is impaired, a specific loss will be recognised.

2.8 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.9 Liabilities and provisions

Liabilities are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Group anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

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2. Accounting policies (continued)

2.10 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable surpluses from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

2.11 Financial instruments

The Group has elected to apply Sections 11 and 12 of FRS 102 in respect of financial instruments.

Financial assets and financial liabilities are recognised when the Group becomes party to the contractual provisions of the instrument.

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 Group after deducting all of its liabilities.

The Group's policies for its major classes of financial assets and financial liabilities are set out below.

Financial assets

Basic financial assets, including trade and other debtors, cash and bank balances, are initially recognised at transaction price, 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 for a similar debt instrument. Financing transactions are those in which payment is deferred beyond normal business terms or is financed at a rate of interest that is not a market rate.

Such assets are subsequently carried at amortised cost using the effective interest method, less any impairment.

Financial liabilities

Basic financial liabilities, including trade and other creditors, bank loans, loans from fellow group companies 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 payments discounted at a market rate of interest for a similar debt instrument. Financing transactions are those in which payment is deferred beyond normal business terms or is financed at a rate of interest that is not a market rate.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

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2. Accounting policies (continued)

Financial instruments (continued)
Impairment of financial assets

Financial assets measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the profit and loss account.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between the asset's carrying amount and the best estimate of the amount the Group would receive for the asset if it were to be sold at the reporting date.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between the asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If the financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

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 profit or loss.

Derecognition of financial assets and financial liabilities

Financial assets are derecognised when (a) the contractual rights to the cash flows from the asset expire or are settled, or (b) substantially all the risks and rewards of the ownership of the asset are transferred to another party or (c) despite having retained some significant risks and rewards of ownership, control of the asset has been transferred to another party who has the practical ability to unilaterally sell the asset to an unrelated third party without imposing additional restrictions.

Financial liabilities are derecognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled or expires.

Offsetting of financial assets and financial liabilities

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is an 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.

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2. Accounting policies (continued)

2.12 Pensions

The Group operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Group to the fund in respect of the year.

2.13 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Group and which have not been designated for other purposes.

3. Critical accounting estimates and areas of judgment

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The following areas include some significant judgements:

Development expenditure

Development is capitalised in accordance with the accounting policy. Initial capitalisation of costs is based on management's judgement that technical and economic feasibility is confirmed, usually when a product development project has reached a defined milestone according to an established project management model. In determining the amounts to be capitalised management makes assumptions regarding the expected future cash generation of the assets, discount rates to be applied and the expected period of benefits.

Loan provisioning

Debtor balances which are more than 120 days overdue are fully provided for. This estimate is reviewed on an annual basis based on an analysis of historic loan repayments.

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4. Income from other trading activities

Income from non charitable trading activities

	Unrestricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
Commissions receivable	1,213,637	**1,213,637**	1,114,989
Interest income	2,287,976	**2,287,976**	2,593,054
Total 2025	3,501,613	**3,501,613**	3,708,043
Total 2024	3,708,043	3,708,043	

5. Other incoming resources

	Unrestricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
Other operating income	98,424	**98,424**	376,414
Total 2024	376,414	376,414	

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6. Expenditure on raising funds

	Unrestricted funds 2025 £	Total funds 2025 £	Total funds 2024 £
Other trading expenses			
Trading expenses	626,892	**626,892**	1,307,175
Staff costs	1,184,410	**1,184,410**	1,011,525
Depreciation and amortisation	354,341	**354,341**	346,286
Marketing	279,906	**279,906**	221,507
Administrative expenses	560,222	**560,222**	567,318
Interest payable	982,417	**982,417**	693,810
Total 2025	3,988,188	**3,988,188**	4,147,621
Total 2024	4,147,621	4,147,621	

7. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2025 £	Total 2025 £	Total 2024 £
Governance costs	10,180	**10,180**	2,520

8. Analysis of expenditure by activities

	Support costs 2025 £	Total funds 2025 £	Total funds 2024 £
Governance costs	10,180	**10,180**	2,520

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9. Auditor's remuneration

	2025	2024
	£	£
Fees payable to the Charity's auditor for the audit of the Charity's annual accounts	**14,700**	14,000
Fees payable to the Charity's auditor in respect of:		
All non-audit services not included above	**4,725**	5,850

10. Staff costs

	Group 2025	Group 2024
	£	£
Wages and salaries	**697,679**	514,399
Social security costs	**120,000**	124,314
Contribution to defined contribution pension schemes	**87,765**	107,305
	905,444	746,018

The average number of persons employed by the Charity during the year was as follows:

	Group 2025	Group 2024
	No.	No.
Employees	**20**	22

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	Group 2025	Group 2024
	No.	No.
In the band £80,001 - £90,000	**1**	1
In the band £100,001 - £150,000	**1**	1

11. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2024: £Nil).

During the year ended 31 December 2025, no Trustee expenses have been incurred (2024: £Nil).

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12. Intangible assets

Group

	Develop-ment £
Cost	
At 1 January 2025	**2,135,650**
Additions	**525,170**
At 31 December 2025	**2,660,820**
Amortisation	
At 1 January 2025	**1,040,774**
Charge for the year	**353,945**
At 31 December 2025	**1,394,719**
Net book value	
At 31 December 2025	**1,266,101**
At 31 December 2024	1,094,876

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13. Tangible fixed assets

Group

	Fixtures and fittings £	Office equipment £	Computer equipment £	Total £
Cost or valuation				
At 1 January 2025	**72,569**	**6,103**	**17,243**	**95,915**
Additions	**2,827**	**-**	**-**	**2,827**
Disposals	**(20,301)**	**-**	**-**	**(20,301)**
At 31 December 2025	**55,095**	**6,103**	**17,243**	**78,441**
Depreciation				
At 1 January 2025	**72,569**	**6,103**	**17,243**	**95,915**
Charge for the year	**396**	**-**	**-**	**396**
On disposals	**(20,301)**	**-**	**-**	**(20,301)**
At 31 December 2025	**52,664**	**6,103**	**17,243**	**76,010**
Net book value				
At 31 December 2025	**2,431**	**-**	**-**	**2,431**
At 31 December 2024	-	-	-	-

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13. Tangible fixed assets (continued)

Charity

	Office equipment £	Computer equipment £	Total £
Cost or valuation			
At 1 January 2025	**6,103**	**17,243**	**23,346**
At 31 December 2025	**6,103**	**17,243**	**23,346**
Depreciation			
At 1 January 2025	**6,103**	**17,243**	**23,346**
At 31 December 2025	**6,103**	**17,243**	**23,346**
Net book value			
At 31 December 2025	**-**	**-**	**-**
At 31 December 2024	-	-	-

14. Debtors

	Group 2025 £	Group 2024 £	Charity 2025 £	Charity 2024 £
Due within one year				
Trade debtors	**418,007**	221,618	**-**	-
Amounts owed by group undertakings	**-**	-	**10,949**	9,623
Other debtors	**9,426,100**	7,136,813	**-**	-
Prepayments and accrued income	**409,736**	538,543	**-**	-
	10,253,843	7,896,974	**10,949**	9,623

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15. Creditors: Amounts falling due within one year

	Group 2025 £	Group 2024 £	**Charity 2025 £**	Charity 2024 £
Bank loans	**1,134,356**	600,000	**-**	-
Other loans	**3,091,050**	116,224	**-**	-
Trade creditors	**360,952**	344,668	**-**	-
Amounts owed to group undertakings	**-**	-	**1,600**	-
Other taxation and social security	**59,592**	31,233	**-**	-
Accruals and deferred income	**287,760**	647,129	**19,425**	12,649
	4,933,710	1,739,254	**21,025**	12,649

Bank loans are secured by a fixed and floating charge over the assets of the company.

Bank loans bear interest at a rate of SONIA plus 6.5% per annum and as at the year end the capital was repayable by November 2026. As detailed in note 26, subsequent to the year end, the repayment date was extended to January 2028.

Included within other loans are amounts of £1,500,000 which are unsecured and bear interest at 3% to 5% plus Bank of England's rate per annum and the capital is repayable by 5 November 2026. As detailed in note 26, subsequent to the year end, the repayment date was extended to January 2028.

Also included within other loans are amounts of £1,591,050 which are unsecured and bear interest between 2% and 8% per annum.

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16. Creditors: Amounts falling due after more than one year

	Group 2025 £	Group 2024 £
Bank loans	**-**	190,000
Other loans	**5,270,217**	7,167,278
	5,270,217	7,357,278

Included within the above are amounts falling due as follows:

	Group 2025 £	Group 2024 £
Between one and two years		
Bank loans	**-**	190,000
Other loans	**1,340,255**	2,274,008
Between two and five years		
Other loans	**2,295,886**	3,136,073
Over five years		
Other loans	**1,634,076**	1,757,197

Included within bank loans falling due within 1-2 years is £Nil (2024: £190,000) that bears interest at a rate of SONIA plus 6.5% per annum and the capital is repayable in November 2026. As detailed in note 26, subsequent to the year end, the repayment date was extended to January 2028.

Included within other loans falling due within 1-2 years are amounts of £Nil (2024: £1,000,000) which are unsecured and bear interest at 3% to 5% plus Bank of England's rate per annum and the capital is repayable by 5 November 2026. As detailed in note 26, subsequent to the year end, the repayment date was extended to January 2028.

Included within other loans falling due within 2-5 years are amounts of £1,500,000 (2024: £1,000,000) which are unsecured and bear interest between 2% and 4% per annum on the company meeting certain targets and the capital is repayable by 31 December 2028.

The remaining amounts including within other loans falling due after more than one year totaling £3,770,217 (2024: £5,167,278) are unsecured and bear interest between 2% and 8% per annum.

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17. Statement of funds

Statement of funds - current year

	Balance at 1 January 2025 £	Income £	Expenditure £	Balance at 31 December 2025 £
Unrestricted funds				
General Funds - all funds	**(1,660,423)**	**3,600,037**	**(3,998,368)**	**(2,058,754)**
Other Income	**5,092,803**	**-**	**-**	**5,092,803**
	3,432,380	**3,600,037**	**(3,998,368)**	**3,034,049**

Statement of funds - prior year

	Balance at 1 January 2024 £	Income £	Expenditure £	Balance at 31 December 2024 £
Unrestricted funds				
General Funds - all funds	(1,594,739)	4,084,457	(4,150,141)	(1,660,423)
Other Income	5,092,803	-	-	5,092,803
	3,498,064	4,084,457	(4,150,141)	3,432,380

18. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2025 £	Total funds 2025 £
Tangible fixed assets	2,431	**2,431**
Intangible fixed assets	1,266,101	**1,266,101**
Current assets	11,969,444	**11,969,444**
Creditors due within one year	(4,933,710)	**(4,933,710)**
Creditors due in more than one year	(5,270,217)	**(5,270,217)**
Total	3,034,049	**3,034,049**

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18. Analysis of net assets between funds (continued)

Analysis of net assets between funds - prior year

	Unrestricted funds 2024 £	Total funds 2024 £
Intangible fixed assets	1,094,876	1,094,876
Current assets	11,434,036	11,434,036
Creditors due within one year	(1,739,254)	(1,739,254)
Creditors due in more than one year	(7,357,278)	(7,357,278)
Total	3,432,380	3,432,380

19. Reconciliation of net movement in funds to net cash flow from operating activities

	Group 2025 £	Group 2024 £
Net expenditure for the year (as per Statement of Financial Activities)	**(398,331)**	(65,684)
Adjustments for:		
Amortisation and depreciation	**354,341**	346,286
Interest paid	**982,417**	693,810
Decrease/(increase) in debtors	**(2,356,869)**	1,611,268
(Decrease)/increase in creditors	**(314,726)**	(270,108)
Net cash provided by/(used in) operating activities	**(1,733,168)**	2,315,572

20. Analysis of cash and cash equivalents

	Group 2025 £	Group 2024 £
Cash in hand	**1,715,601**	3,537,062

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21. Analysis of changes in net debt

	At 1 January 2025 £	Cash flows £	At 31 December 2025 £
Cash at bank and in hand	**3,537,062**	**(1,821,461)**	**1,715,601**
Debt due within 1 year	**(716,224)**	**(3,509,182)**	**(4,225,406)**
Debt due after 1 year	**(7,357,278)**	**2,087,061**	**(5,270,217)**
	(4,536,440)	**(3,243,582)**	**(7,780,022)**

22. Pension commitments

The Group operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the Group in an independently administered fund. The pension cost charge represents contributions payable to the Group to the fund and amounted to £87,765 (2024: £107,305). Contributions of £Nil (2024: £29) were payable to the fund at the balance sheet date.

23. Operating lease commitments

At 31 December 2025 the Group and the Charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	Group 2025 £	Group 2024 £
Not later than 1 year	**30,000**	30,000
Later than 1 year and not later than 5 years	**44,712**	74,712
	74,712	104,712

The operating lease relates to the building occupied by the group.

24. Members' liability

Each member of the charitable company undertakes to contribute to the assets of the Charity in the event of it being wound up while he/she is a member, or within one year after he/she ceases to be a member, such amount as may be required, not exceeding £10 for the debts and liabilities contracted before he/she ceases to be a member.

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25. Related party transactions

The Charity has taken advantage of the exemption contained in FRS 102 section 33 "Related Party Disclosures" from disclosing transactions with entities which are a wholly owned part of the group.

During the year, a trustee of the Fair Credit Charity Ltd (the controlling party) was paid £7,200 for their role and oversight of the governance of Fair For You Enterprise CIC (2024: £7,200).

Non-executive directors were paid for their roles as NED through companies in which they hold the majority of shares. Costs for the year totalled £39,000 (2024: £37,920) with a balance outstanding at the year end of £Nil (2024: £Nil).

26. Post balance sheet events

Subsequent to the year end, the repayment dates of bank loans amounting to £1,134,356 and other loans amounting to £1,500,000, held by There4U Limited and included within amounts falling due within one year at the balance sheet date, were extended from November 2026 to January 2028.

In addition, subsequent to the year end, Fair for You Enterprise CIC received £964,421 from a bond issue completed through the Ethex platform. Furthermore, loan funding of £1,150,000 held by Fair for You Enterprise CIC and included within creditors falling due within one year, was converted into unsecured bonds.

These events are considered non-adjusting events after the year end. Accordingly, no adjustment has been made to the amounts recognised in the financial statements.

27. Controlling party

The Trustees do not consider there to be one sole controlling party.

28. Principal subsidiaries

The following were subsidiary undertakings of the charity:

	Registered office or principal place of business	Class of shares	Holding	Included in consolidation
Fair for You Enterprise CIC	England and Wales	Ordinary	100%	Yes
Fayre4U Limited	England and Wales	Ordinary	100%	Yes
There4U Limited	England and Wales	Ordinary	100%	Yes

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28. Principal subsidiaries (continued)

The financial results of the subsidiaries for the year were:

	Income	Expenditure	Surplus / (deficit) for the year	Net assets/ (liabilities)
	£	£	£	£
Fair for You Enterprise CIC	3,149,895	(3,452,450)	(302,555)	3,082,493
Fayre4U Limited	309,116	(333,224)	(24,108)	(9,568)
There4U Limited	752,059	(809,402)	(57,343)	(36,452)

The Charities wholly owned subsidiary, Fair for You Enterprise CIC (company number: 09798014) is a company registered in the United Kingdom, Unit 8, Elm Court, Meriden Business Park, Copse Drive, Coventry, England, CV5 9RG. Fair for You Enterprise CIC's principal activity is the provision of short term finance.

Fair for You Enterprise CIC also has two subsidiaries which operate as SPV's. These are There4U Limited (company number: 15371404) and Fayre4U Limited (company number: 15371400) There4U Limited and Fayre4U Limited are companies registered in the United Kingdom, Unit 8, Elm Court, Meriden Business Park, Copse Drive, Coventry, England, CV5 9RG. The SPV's principal activities are the provision of short term finance.