

REGISTERED COMPANY NUMBER: 02268003 (England and Wales)
REGISTERED CHARITY NUMBER: 700396

REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 MARCH 2019
FOR
KIDNEY RESEARCH UNIT FOR WALES
FOUNDATION

Watts Gregory LLP
Chartered Accountants & Statutory Auditors
Elfed House
Oak Tree Court
Cardiff Gate Business Park
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CF23 8RS

KIDNEY RESEARCH UNIT FOR WALES FOUNDATION

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019

| | Page |
|------------------------------------|----------|
| Report of the Trustees | 1 to 8 |
| Report of the Independent Auditors | 9 to 10 |
| Statement of Financial Activities | 11 |
| Balance Sheet | 12 |
| Cash Flow Statement | 13 |
| Notes to the Cash Flow Statement | 14 |
| Notes to the Financial Statements | 15 to 25 |

KIDNEY RESEARCH UNIT FOR WALES FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2019

The trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2019. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

The Charity's objects, as stated in the governing documents, are to relieve in cases of need of persons resident in Wales (and elsewhere in Britain as the directors from time to time decide) who are suffering from a renal disease or diseases by the promotion, provision maintenance and improvement of renal units in hospitals, schools of medicine and universities by the provision therein or in connection therewith of any equipment, laboratories, facilities or personnel whatsoever calculated to relieve such persons and by the promotion of medical research into renal and other diseases.

Our Mission

The Mission of Kidney Research Unit for Wales Foundation, also known as Kidney Wales Foundation, is as follows:

Kidney Wales Foundation's strategic mission is to reduce the effect of kidney disease and to support patients and families with kidney disease while promoting excellence in renal research.

Kidney Wales Foundation will provide a high quality focused approach to fundraising for renal research, care and education which is responsive to the needs of clinical institutions, patients and their families by:

- Aiming to increase organ donation throughout Wales.
- Investing our funds in new services, facilities and equipment as part of an on-going programme that will give added value to statutory funding.
- Working in partnership with other organisations to share expertise and good practice.
- Develop innovative programmes in renal research for the benefit of renal patients in the Welsh community.
- Ensure financial viability and the efficient use of resources.

Principal activities, objectives and policies

Kidney Wales Foundation's principal activities and objectives consist of fighting kidney disease and promoting organ donation by charitable fundraising and the provision of those funds for the relief of people living in Wales (and elsewhere in Great Britain as the trustees may from time to time decide) who are suffering from renal disease.

We will achieve this by:

- The promotion, provision, maintenance and improvement of kidney dialysis units in hospitals, schools of medicine and universities.
- The provision of support to kidney patients and their families.
- The promotion and publication of medical research into renal and related diseases.

Public benefit

We review our aims, objectives and activities each year. This review looks at what we achieved and the outcomes of our work in the previous twelve months. The review also helps us ensure our aims, objectives and activities remained focused on our stated objectives. We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities thus ensuring that it continues in its purpose in promoting excellence in renal research, treatment, education and the support of patients and families in Wales.

Volunteers

As in the previous 12 months Kidney Wales Foundation has continued the growth of volunteer services. The Charity is not dependent for its main income source on the services of unpaid volunteers or donations in kind. Income is received from voluntary fundraising committees, and although it does not represent a large proportion of total income, allows the Charity to make charitable payments to a wider variety of beneficiaries than it would otherwise have done.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Patients and their families

One of Kidney Wales Foundation's main objectives is to support kidney patients and their families. Although dialysis is a life-saving procedure that many kidney patients depend on, it can be a daunting procedure for those who have not previously had experience of it. We employ two patient advocates to help patients and their families. Dialysis, although necessary, can also mean for many multiple visits to units, which can also prove to be an expensive means of regulating the condition. Essential costs such as travel to and from the dialysis unit can mount up; food costs for specialist diets and time off work can also put pressure on a patient and their family. We help with a social fund for those in need, to help provide for some of these costs.

We continue to support the Kidney Wales Children's Kidney Centre in UHW after the refurbishment and dialysis enhancement which was substantially completed last year, with some further expenditure and computer provision in the year to March 2019. For younger kidney patients, the annual Christmas party for the children from the Kidney Wales Children's Kidney Centre is an annually awaited event, taking place as usual in December 2018. We have also invested in psychological support for children suffering from kidney disease and support parents, with a two year commitment to fund a psychologist commencing in this year.

The Can Do Project

In 2015 the Charity started the Can Do Project which aims to support young adults with kidney disease in Wales. This project has continued into 2019 and emphasises the need to bring positivity to young adults and teenagers. So many times, kidney patients are told you cannot do this, cannot eat that or cannot drink that. We aim to turn the negatives to positives; looking at what young people can do. The Charity wants to help build young adults' confidence and give them the tools and encouragement to face challenges. Participants in the Can Do group have the opportunity to gather together, learn new skills and mentor younger patients to pass on the Can Do attitude.

Organ donation

Kidney Wales Foundation has worked on debates on organ donation that persist in the UK. We have in the year joined with Organ donation Wales to promote organ donation, being present at the Senedd and University Hospital Wales on world kidney day 2019 to promote organ donation, and continue to campaign for the wishes of donors to be respected.

Research

Kidney Wales Foundation fully recognises the validity of all potential research areas in the field of kidney disease, from basic science (laboratory) projects to qualitative clinical research (such as patient surveys). Consequently, we do not wish to differentiate between different areas of research for the purposes of funding. Indeed, patients with kidney disease themselves recognise that there are many areas of research that should be funded and that they would wish to see supported. Furthermore, it is often not apparent until sometime (in some cases many years) after a research project has been completed as to the contribution that project has made to the field.

Kidney Wales will therefore equitably assess for funding research applications proposing to address fundamental questions about any aspect of kidney disease. The project advisory committee is focussed on funding research applications of very high quality. The quality of the proposal will be assessed through the research committee and commissioned external peer reviewers, who are experts in the field relevant to the grant that they are asked to assess. In 2017 we planned the launch of two research projects, The John Salaman Travelling Scholarship and the Rhodri Morgan Ethics Fellowship. The awards were presented in June 2017 at Swansea University. We undertook research and questionnaires with patients to improve their well being and consulted on their needs. We continue with these scholarships/fellowships and have earmarked funds for further research.

The Charity recognises that there are usually more applications that are worthy of funding than monies to fund these applications. If that is the case a ranking system will be used to identify which applications will be funded. In some grant rounds however, there may not be sufficient applications of a high enough calibre for allocation of all the funding that is available for research projects. In this case unused monies will be available for subsequent grant funding rounds. For applications to be deemed suitable for funding we require a clear and concise structure with a focus on the relevance of the proposal to people with kidney disease.

The characteristics of a strong application include:

1. A clear hypothesis underpinned by one or better designed research questions and credible methodology.
2. A collaborative approach, recognising the multi-disciplinary requirements of many areas of research. For example, in basic science research this may mean collaboration with internationally recognized groups who are working in the same or a related area. In clinical research, this may include multi-centre applications and support from methodologists and health economists.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

3. Members of the research team with a demonstrable track record of research success. The exceptions to this are listed below in the types of grants that we are looking to fund.
4. A careful focus on how the proposed work is likely to lead to benefits for people with kidney disease, and an emphasis on the sustainability of the work that is being proposed.
5. Clear demonstration of a relationship between the funding that is requested, and the time and resources required carrying out the project proposed in the application.

A central focus for Kidney Wales Foundation is to direct funding to research that will have clear and identifiable benefits for people in Wales with kidney disease. The monies that are being used to support the research are raised in Wales and it is important we can demonstrate that they are being appropriately used. As a consequence, Kidney Wales Foundation is committed to supporting high quality research projects that are based in Wales and/or have investigators and collaborators that are based in Wales or have strong links with Wales. Where research is funded for projects that will be based outside Wales, there is a requirement that the applicants demonstrate how the work that they propose will benefit the people of Wales.

Education

We have throughout the year worked with partners to help highlight what kidney disease means. The vast majority of people in Wales do not know that diabetes and high blood pressure cause CKD which can lead to kidney failure needing dialysis and transplantation. With an understanding of how the kidneys function we aim to help keep the kidneys in good working order, help with early diagnosis and treatment, so that individuals can slow or stop the progression of CKD.

KIDNEY RESEARCH UNIT FOR WALES FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2019

FINANCIAL REVIEW

Financial position

The Charity has continued to receive a healthy amount of income raised through many different channels. The total income for the year amounted £1,135,195 (2018 - £555,033).

Total expenditure for the year was comparable to the 2017 levels, expenditure on Children's Kidney Unit having been substantially completed in 2018.

There were funds carried forward of £658,789 of which £18,164 has been designated for research, £44,040 having been expended in the year on research.

Investment policy and objectives

Under the Memorandum and Articles of Association, the Charity has the power to make any investment which the trustees see fit. The trustees have considered the most appropriate policy for investing funds, and they believe that holding funds in deposit accounts meets their requirements to generate income without seriously restricting access to funds in the medium term. The Charity believes it can continue to raise sufficient income, which, together with its existing assets, will allow the Charity to continue for the foreseeable future with its level of charitable payments. The Charity is very mindful of the current economic climate affecting the UK charity sector and will, should there be a need, consult with appropriate external financial advisors such that it may continue to operate appropriately.

Reserves policy

The trustees are acutely aware that the Charity operates in an economic environment which has in recent years become increasingly uncertain. The trustees are also aware that the Charity must make appropriate responses to changes within that environment and that continued monitoring of its own financial position is crucial. The Charity continues to strive to make the best possible use of all incoming resources to ensure that it is able to deliver upon its stated objectives. To this end the level of support costs is kept as low as possible. The reserves policy of Kidney Wales Foundation recognises the need to hold reserves to ensure funds are available to provide regular funds for renal research, care and education which is responsive to the needs of clinical institutions, patients and their families. The majority of the funding for these objectives is dependent upon a dynamic, high quality and focussed approach to fundraising. Therefore, a minimum level of reserves needs to be retained to ensure the trustees are able to meet the costs of campaigns, provide funding for research and be able to operate their exit strategy and meet their legal commitments should the Charity be unable to continue due to a lack of a sustainable income stream. The Charity is dependent upon the generosity of its supporters. The uncertainty of the current economic climate and the threat of Central Government Cuts will almost certainly have a negative impact on future income streams.

Fundraising

Kidney Wales continually assess the fundraising events and activities of the charity, and consideration is given to the resources which are invested and the returns which can be expected. Goals such as profitability and participant numbers are set, and documented in the Charity's Plans for each event in the planning stage. The outcomes of activity featured in these plans are measured by the Executive team with the use of Key Performance Indicators.

Kidney Wales staff are familiar with Health and Safety requirements for events and for large events such as the Cardiff 10k we use third party advisers to advise on the risk management.

Kidney Wales does not use Commercial Fundraisers.

Events organised by Kidney Wales and third parties are supported by groups and individuals who raise money on behalf of the Charity. Where possible, we ask supporters to notify us in advance of their activities, so that a staff member can log and support them and offer guidance. We offer a fundraising pack and assist where possible. There are many occasions when we are not aware of such events until after such an event has taken place. We provide a fundraising guide when asked in a published format or it may be requested from the Kidney Wales website to signpost supporters to relevant information on health and safety, licences and risk management.

FUTURE PLANS

Strategic goals and objectives

Spending will be based on the following principles:

1. Strengthen and expand Kidney Wales Foundation's support for people living with kidney failure

Living with kidney failure presents enormous physical and financial burdens. There are two treatments for kidney failure: dialysis or transplantation. With the shortage of organs people awaiting a transplant often wait years and so most people with kidney failure depend on dialysis for survival. Living with this chronic illness and having to spend many hours per week. Receiving treatment means that for most dialysis patients, employment is not possible or restricted. In fact, fewer than 20 percent of working-age dialysis patients in the nation are employed.

Due to the weakness of the UK economy and other factors we see many dialysis patients need charitable assistance to live and our Social Fund may again need to be increased to assist patients and families in need.

2. Promote better health by providing health outreach and health education to people living with kidney disease and to people who are at risk for the disease.

The vast majority of people in Wales do not know that diabetes and high blood pressure cause CKD which can lead to kidney failure needing dialysis and transplantation. With early diagnosis and treatment, individuals can slow or stop the progression of CKD. Kidney Wales is concerned about the increasing need for dialysis provision across Wales in the next five years. We will work toward the following objectives over the next three years to promote better health among individuals living with, or at risk of, kidney disease:

- Contribute to achievement of NHS Wales Targets to increase the proportion of persons with CKD who know they have impaired renal function, or high-risk factors for CKD, and by so doing, contribute to a reduction in kidney disease-related deaths and disabilities.
- Contribute to efforts that reduce health disparities, create social and physical environments that promote good health, improve health outcomes and increase health equity for people living with all stages of CKD, including kidney failure.
- Increase CKD awareness and health education with the NHS, by engaging in activities that promote kidney disease prevention, and provide education and outreach targeted toward both the general public and toward people who are at higher risk for CKD, or who may already have the disease but are unaware.
- Support improved quality of care and healthy behaviours for kidney patients especially in mental wellbeing.

3. Continually develop a strong and visible presence that engages key audiences in the fight against kidney disease.

Kidney disease poses such a significant health challenge to our nation that it is critical for stakeholders to work together to increase awareness and develop solutions. By continuing to develop our brand and charitable activities and awareness, we will attract increased engagement from a wider range of individuals and organisations who share our commitment combatting and eradicating kidney disease. Over the next three years, we will bring together stakeholders to lead a collaborative effort that will elevate the importance of kidney disease in the public's mind, and will address the challenges of kidney disease from a public policy perspective.

Our objectives include:

- Build continued awareness of Kidney Wales Foundation's brand as a leading UK charity helping people fight kidney disease and live healthier lives through financial support, education, awareness and advocacy.
- Lead a long-term, strategic advocacy effort that engages patients, caregivers, strategic partners and others who will collaborate with Kidney Wales Foundation in a variety of ways to increase awareness and understanding of kidney disease among the public, media and policymakers.
- Work collaboratively with others in the renal community to support public policies that improve access and quality of care for kidney patients, as well as policies supporting programmes that result in improved treatment and prevention of kidney disease through increased awareness, education, and kidney disease research.

4. Secure increased philanthropic support and develop our organisational infrastructure to meet the challenges of kidney disease.

To ensure success over the next three years, we will increase our level of support from individuals, corporations and other agencies who share our commitment to helping people fight kidney disease and live healthier lives, and we will strengthen our infrastructure so that our organisation can most effectively deliver programmes and services, through the following objectives:

KIDNEY RESEARCH UNIT FOR WALES FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2019

FUTURE PLANS

Strategic goals and objectives

Build relationships and partnerships with existing and new donors to provide financial support for our programmes and services that serve individuals with, and at risk for, kidney disease, including academic institutions.

Continue to develop our top-quality workforce and infrastructure to advance all organisational priorities in our mission to support those with, and at risk for, kidney disease.

5. Build a partnership between Kidney Wales Foundation and the Wales Kidney Research Unit to promote the needs of patients and obtain world-class research especially with participating universities in Wales.

6. Organ Donation

Build on the success of campaigning on organ donation.

The next three years present an enormous challenge, but even more importantly, an enormous opportunity. We will continually evaluate our progress, adjust our course as needed, and forge meaningful partnerships with people and organisations that share our commitment to the cause. This will include contributions to academic papers and research and debates in other parts of the UK.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is a company limited by guarantee, registered number 700396, and is governed by its Memorandum and Articles of Association, and a charity registered with the Charity Commission, number 2268003.

Recruitment and appointment of new trustees

All directors are trustees. A trustee can propose the appointment of a trustee. On a proposal, a vote shall be taken, and approval shall be obtained through a simple majority.

Organisational structure

The Charity is administered from its office in Cardiff. A team of employed staff and fundraisers broadly manages the fundraisers and voluntary fundraising committees based in towns throughout Wales. This team also organises a series of fundraising events throughout the year, and the monies raised through merchandising. The Charity's objects and principal activity consist of charitable fundraising and the provisions of those funds for renal research, care and education which is responsive to the needs of clinical institutions, patients and their families.

Induction and training of new trustees

New trustees are provided with an induction pack and are given initial training by the CEO and further training as and when required.

Key management remuneration

Key management remuneration is set as part of the budget approval process confirmed by the trustees through the HR committee. The salaries are set taking into account the level of responsibility, salaries paid in similar organisations and the current rate of inflation.

Risk management

The trustees have complied with their duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

02268003 (England and Wales)

Registered Charity number

700396

Registered office

2 Radnor Court
256 Cowbridge Road East
Cardiff
CF5 1GZ

KIDNEY RESEARCH UNIT FOR WALES FOUNDATION

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2019**

REFERENCE AND ADMINISTRATIVE DETAILS

Trustees

| | |
|--------------|---|
| L Evans | Appointed Chair - 11 October 2018 |
| D Williams | Appointed Vice Chair - 11 October 2018 |
| R K Aggarwal | Chair - resigned 11 October 2018 |
| Dr R Moore | Vice Chair - resigned 11 October 2018 |
| R J Thomas | Chief Executive - resigned as a trustee on 10 July 2018 |
| A Asderakis | |
| I Cowan | |
| E E Hatcher | |
| M Kumwenda | Resigned 11 October 2018 |
| R Wood | Resigned 15 July 2018 |
| M Stephens | |
| J A Stone | |
| V Wood | |

Key management personnel

| | |
|------------|----------------------------------|
| R J Thomas | Chief Executive |
| N Clarke | Head of Operations & Fundraising |

Company Secretary

J A Stone

Auditors

Watts Gregory LLP
Chartered Accountants & Statutory Auditors
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

Solicitors

Hugh James
Hodge House
114-116 St Mary Street
CARDIFF
CF10 4PX

Bankers

HSBC
56 Queen Street
CARDIFF
CF10 2PX

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Kidney Research Unit For Wales Foundation for the purposes of company law) are responsible for preparing the Report of the Trustees 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 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 those financial statements, the trustees are required to

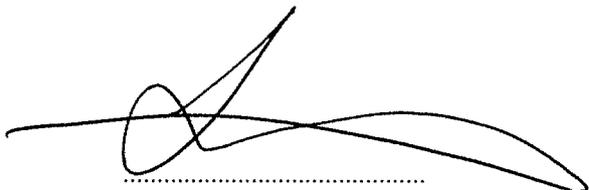
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Approved by order of the Board of Trustees on 12 September 2019 and signed on its behalf by:



.....
L E Evans - Trustee

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
KIDNEY RESEARCH UNIT FOR WALES FOUNDATION**

Opinion

We have audited the financial statements of Kidney Research Unit For Wales Foundation (the 'charitable company') for the year ended 31 March 2019 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2019 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC'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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditors thereon.

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.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Opinions 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 Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the 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 Report of the Trustees.

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

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF KIDNEY RESEARCH UNIT FOR WALES FOUNDATION

Responsibilities of trustees

As explained more fully in the Statement of Trustees Responsibilities, 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 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 charitable company or to cease operations, or have no realistic alternative but to do so.

Our 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 a Report of the Independent Auditors 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.

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 Report of the Independent Auditors.

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 in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Julia Mortimer (Senior Statutory Auditor)
for and on behalf of Watts Gregory LLP
Chartered Accountants & Statutory Auditors
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

13 September 2019

KIDNEY RESEARCH UNIT FOR WALES FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2019

| | Notes | Unrestricted funds £ | Restricted fund £ | 2019 Total funds £ | 2018 Total funds £ |
|--------------------------------------|-------|-------------------------|----------------------|--------------------------|--------------------------|
| INCOME AND ENDOWMENTS FROM | | | | | |
| Donations and legacies | 3 | 744,112 | - | 744,112 | 114,894 |
| Other trading activities | 4 | 391,083 | - | 391,083 | 440,137 |
| Investment income | 5 | - | - | - | 2 |
| Total | | 1,135,195 | - | 1,135,195 | 555,033 |
| EXPENDITURE ON | | | | | |
| Raising funds | | | | | |
| Raising donations and legacies | 6 | 8,929 | - | 8,929 | 12,082 |
| Other trading activities | 7 | 359,166 | - | 359,166 | 414,868 |
| | | 368,095 | - | 368,095 | 426,950 |
| Charitable activities | | | | | |
| Patient support | 8 | 352,432 | - | 352,432 | 395,761 |
| Family counselling and social worker | | 47,637 | - | 47,637 | 49,792 |
| Children's Kidney Unit | | 54,640 | - | 54,640 | 113,216 |
| Campaigns and promotional activity | | 79,939 | - | 79,939 | 41,340 |
| Total | | 902,743 | - | 902,743 | 1,027,059 |
| NET INCOME/(EXPENDITURE) | | 232,452 | - | 232,452 | (472,026) |
| RECONCILIATION OF FUNDS | | | | | |
| Total funds brought forward | | 426,337 | - | 426,337 | 898,363 |
| TOTAL FUNDS CARRIED FORWARD | | 658,789 | - | 658,789 | 426,337 |

The notes form part of these financial statements

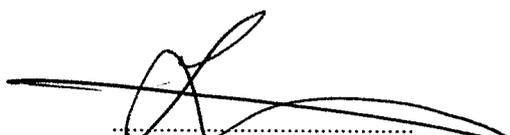
KIDNEY RESEARCH UNIT FOR WALES FOUNDATION

BALANCE SHEET
AT 31 MARCH 2019

| | Notes | Unrestricted funds £ | Restricted fund £ | Total 2019 funds £ | Total 2018 funds £ |
|--|-------|-------------------------|----------------------|--------------------------|--------------------------|
| FIXED ASSETS | | | | | |
| Intangible assets | 16 | 6,732 | - | 6,732 | 10,763 |
| Tangible assets | 17 | <u>12,117</u> | <u>-</u> | <u>12,117</u> | <u>21,260</u> |
| | | 18,849 | - | 18,849 | 32,023 |
| CURRENT ASSETS | | | | | |
| Debtors | 18 | 87,761 | - | 87,761 | 102,766 |
| Cash at bank | | <u>734,408</u> | <u>-</u> | <u>734,408</u> | <u>463,809</u> |
| | | 822,169 | - | 822,169 | 566,575 |
| CREDITORS | | | | | |
| Amounts falling due within one year | 19 | (182,229) | - | (182,229) | (172,261) |
| NET CURRENT ASSETS | | | | | |
| | | <u>639,940</u> | <u>-</u> | <u>639,940</u> | <u>394,314</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | | | |
| | | <u>658,789</u> | <u>-</u> | <u>658,789</u> | <u>426,337</u> |
| NET ASSETS | | | | | |
| | | <u>658,789</u> | <u>-</u> | <u>658,789</u> | <u>426,337</u> |
| FUNDS | | | | | |
| Unrestricted funds | 21 | | | 658,789 | 426,337 |
| Restricted funds | | | | <u>-</u> | <u>-</u> |
| TOTAL FUNDS | | | | | |
| | | | | <u>658,789</u> | <u>426,337</u> |

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

The financial statements were approved and authorised for issue by the Board of Trustees on 12 September 2019 and were signed on its behalf by:


L E Evans -Trustee

The notes form part of these financial statements

KIDNEY RESEARCH UNIT FOR WALES FOUNDATION

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2019

| | Notes | 2019 £ | 2018 £ |
|---|-------|----------------|-----------------|
| Cash flows from operating activities: | | | |
| Cash generated from operations | 1 | <u>272,087</u> | <u>(61,685)</u> |
| Net cash provided by (used in) operating activities | | <u>272,087</u> | <u>(61,685)</u> |
| Cash flows from investing activities: | | | |
| Purchase of intangible fixed assets | | - | (4,638) |
| Purchase of tangible fixed assets | | <u>(1,488)</u> | <u>(14,757)</u> |
| Net cash provided by (used in) investing activities | | <u>(1,488)</u> | <u>(19,395)</u> |
| Change in cash and cash equivalents in the reporting period | | 270,599 | (81,080) |
| Cash and cash equivalents at the beginning of the reporting period | | <u>463,809</u> | <u>544,889</u> |
| Cash and cash equivalents at the end of the reporting period | | <u>734,408</u> | <u>463,809</u> |

The notes form part of these financial statements

KIDNEY RESEARCH UNIT FOR WALES FOUNDATION

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2019

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

| | 2019 £ | 2018 £ |
|--|----------------|-----------------|
| Net income/(expenditure) for the reporting period (as per the statement of financial activities) | 232,452 | (472,026) |
| Adjustments for: | | |
| Depreciation charges | 14,662 | 11,136 |
| Decrease in debtors | 15,005 | 328,634 |
| Increase in creditors | <u>9,968</u> | <u>70,571</u> |
| Net cash provided by (used in) operating activities | <u>272,087</u> | <u>(61,685)</u> |

1. STATUTORY INFORMATION

Kidney Research Unit for Wales Foundation is a registered charity and private company limited by guarantee having no share capital, incorporated in Wales in the United Kingdom. The registered office is 2 Radnor Court, 256 Cowbridge Road East, Cardiff, CF5 1GZ. The nature of the company's operations and principal activities is disclosed within the Report of the Trustees.

The financial statements are presented in Sterling (£), the company's functional currency, and rounded to the nearest pound.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, 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 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The charity meets the definition of a public benefit entity as demonstrated within the Report of the Trustees.

There have been no material departures from Financial Reporting Standard 102.

Going concern

No material uncertainties related to events or conditions that may cast significant doubt upon the entity's ability to continue as a going concern exist.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

This includes capital grants.

Donations and legacies income includes donations, gifts and grants that provide core funding or are of a general nature are recognised where there is entitlement, probability of receipt and the amount can be measured with sufficient reliability. Such income is only deferred when the donor specifies it must be used in future accounting periods or the donor has imposed conditions which must be met before the charity has unconditional entitlement.

Other trading activities income is recognised as the related services are provided and there is entitlement, probability of receipt and the amount can be measured with sufficient reliability. Income is deferred when the amounts received are in advance of the delivery of the service or event to which it relates.

Investment income is recognised on a receivable basis.

It is not the policy of the charity to show income net of expenditure.

2. ACCOUNTING POLICIES - continued

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Raising funds costs includes all expenditure incurred by the charity to raise funds for its charitable purposes and includes costs of fundraising activities, events and non-charitable trading.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature to support them.

Support costs are those costs that, whilst necessary to deliver an activity, do not themselves produce or constitute the output of the charitable activity. This includes governance costs which are those costs associated with meeting the constitutional and statutory requirements of the charity and include the accountancy fees and costs linked to the strategic management of the charity as well as a proportion of salaries based on an approximation of time spent in this area.

Expenditure includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Allocation and apportionment of costs

Certain expenditure is directly attributable to specific activities and has been included in the costs relating to that activity. Where costs cannot be directly attributed to a specific activity they have been allocated on a basis consistent with the use of the resource.

Taxation

The charity is exempt from tax on its charitable activities.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of the ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

The benefits of lease incentives are recognised in the profit and loss account over the lease period.

Intangibles

Intangibles are capitalised at cost and amortisation is provided at the following annual rates to write the assets off over their estimated useful life.

| | |
|-------------------|-------------------------------|
| Computer software | - Straight line over 3 years |
| Trademark | - Straight line over 10 years |

Tangible fixed assets

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

| | |
|--------------------------|------------------------------|
| Improvements to property | - Straight line over 3 years |
| Fixtures and fittings | - Straight line over 3 years |

All fixed assets are initially recorded at cost. Individual assets costing £500 or more are capitalised.

2. ACCOUNTING POLICIES - continued

Fund structure

Unrestricted funds

Unrestricted funds are donations and other incoming resources receivable or generated for the objects of the charity without further specified purpose and are available as general funds.

Designated funds

Designated funds are unrestricted funds earmarked by the board for particular purposes.

Restricted funds

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure, which meets these criteria, is charged to the fund, together with a fair allocation of support and governance costs.

Pension costs and other post-retirement benefits

The charity contributes to the NEST workplace pension scheme which is a defined contribution scheme. The annual contributions payable are charged to the statement of financial activities incorporating the income and expenditure account.

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Trade and other debtors are recognised at the settlement amount due and prepayments are valued at the amount prepaid.

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

3. DONATIONS AND LEGACIES

| | 2019 | 2018 |
|-----------|----------------|----------------|
| | £ | £ |
| Donations | 49,309 | 35,630 |
| Legacies | <u>694,803</u> | <u>79,264</u> |
| | <u>744,112</u> | <u>114,894</u> |

KIDNEY RESEARCH UNIT FOR WALES FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2019

4. OTHER TRADING ACTIVITIES

| | 2019 £ | 2018 £ |
|-----------------------------------|----------------|----------------|
| Fundraising events | 375,293 | 423,853 |
| Gift aid | 9,590 | 9,676 |
| Merchandise and prize draw income | <u>6,200</u> | <u>6,608</u> |
| | <u>391,083</u> | <u>440,137</u> |

Analysis of fundraising events:

| | 2019 £ | 2018 £ |
|----------------------|----------------|----------------|
| Cardiff 10K run | 264,515 | 264,264 |
| Walk for Life | 21,292 | 35,167 |
| Walking Around Wales | - | 52,899 |
| All other events | <u>89,486</u> | <u>71,523</u> |
| | <u>375,293</u> | <u>423,853</u> |

5. INVESTMENT INCOME

| | 2019 £ | 2018 £ |
|---------------|-----------|-----------|
| Bank interest | <u>-</u> | <u>2</u> |

6. RAISING DONATIONS AND LEGACIES

| | 2019 £ | 2018 £ |
|--------------------|--------------|---------------|
| Legacy advertising | <u>8,929</u> | <u>12,082</u> |

7. OTHER TRADING ACTIVITIES

| | 2019 £ | 2018 £ |
|----------------------------|----------------|----------------|
| Merchandising costs | 15,092 | 23,008 |
| Staff costs | 73,595 | 99,794 |
| Purchase of clothing | 406 | 13,161 |
| Commission for fundraisers | 1,731 | 1,841 |
| Cardiff 10k run costs | 225,364 | 187,221 |
| Walk for Life costs | 18,750 | 14,532 |
| Walking Around Wales costs | - | 34,257 |
| Other fundraising costs | <u>24,228</u> | <u>41,054</u> |
| | <u>359,166</u> | <u>414,868</u> |

KIDNEY RESEARCH UNIT FOR WALES FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2019

8. CHARITABLE ACTIVITIES COSTS

| | Direct costs | Grant funding of activities (See note 9) | Support costs (See note 10) | Totals |
|--------------------------------------|----------------|--|--------------------------------|----------------|
| | £ | £ | £ | £ |
| Patient support | 205,734 | 10,654 | 136,044 | 352,432 |
| Family counselling and social worker | 39,978 | - | 7,659 | 47,637 |
| Children's Kidney Unit | 45,122 | - | 9,518 | 54,640 |
| Campaigns and promotional activity | <u>46,878</u> | <u>-</u> | <u>33,061</u> | <u>79,939</u> |
| | <u>337,712</u> | <u>10,654</u> | <u>186,282</u> | <u>534,648</u> |

9. GRANTS PAYABLE

| | 2019 | 2018 |
|-----------------|---------------|---------------|
| | £ | £ |
| Patient support | <u>10,654</u> | <u>15,793</u> |

All the above grants were paid to individuals.

10. SUPPORT COSTS

| | Staff costs | Depreciation | Other costs | Governance costs | Totals |
|---|---------------|--------------|---------------|---------------------|----------------|
| | £ | £ | £ | £ | £ |
| Patient support | 68,191 | 380 | 18,681 | 48,792 | 136,044 |
| Family counselling and social worker | 4,867 | 14 | 570 | 2,208 | 7,659 |
| Children's Kidney Unit | 6,100 | 18 | 508 | 2,892 | 9,518 |
| Campaigns and promotional activity | <u>20,451</u> | <u>121</u> | <u>(344)</u> | <u>12,833</u> | <u>33,061</u> |
| | <u>99,609</u> | <u>533</u> | <u>19,415</u> | <u>66,725</u> | <u>186,282</u> |

11. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

| | 2019 | 2018 |
|---|----------|------------|
| | £ | £ |
| Auditors' remuneration | 6,500 | 6,179 |
| Depreciation - owned assets | 10,631 | 7,453 |
| Trademark amortisation | 464 | 116 |
| Computer software amortisation | 3,567 | 3,567 |
| Operating lease payments recognised as an expense | 15,868 | 23,015 |
| Auditors' remuneration for non audit services | <u>-</u> | <u>942</u> |

12. TRUSTEES' REMUNERATION AND BENEFITS

During the year, R J Thomas, received a gross salary of £24,000 (2018 - £48,000) and employers pensions contributions of £403 (2018 - £391) for his services as Chief Executive, until his resignation as a trustee in July 2018.

The above payments have been made in accordance with Section 5 of the Charity's Memorandum and Articles of Association.

No other trustees received remuneration for their services as a trustee or in any other capacity.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2019 or for the year ended 31 March 2018.

13. STAFF COSTS

| | 2019 £ | 2018 £ |
|-----------------------|-----------------------|-----------------------|
| Wages and salaries | 277,084 | 264,459 |
| Social security costs | 22,961 | 24,650 |
| Other pension costs | <u>3,712</u> | <u>1,974</u> |
| | <u><u>303,757</u></u> | <u><u>291,083</u></u> |

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

| | 2019 | 2018 |
|------------------------------|------------------|------------------|
| Fundraising | 4 | 4 |
| Direct projects and research | 4 | 4 |
| Management | 2 | 2 |
| Finance | <u>1</u> | <u>1</u> |
| | <u><u>11</u></u> | <u><u>11</u></u> |

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

| | 2019 | 2018 |
|-------------------|----------|----------|
| £80,001 - £90,000 | <u>1</u> | <u>-</u> |

The total trustee and key management personnel remuneration benefits during the year was £133,575 (2018 - £99,196).

Included within staff costs are termination payments amounting to £12,000 during the year (2018: £nil).

KIDNEY RESEARCH UNIT FOR WALES FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2019

14. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

| | Unrestricted funds £ | Restricted fund £ | Total funds £ |
|--------------------------------------|----------------------------|-------------------------|-----------------------|
| INCOME AND ENDOWMENTS FROM | | | |
| Donations and legacies | 114,894 | - | 114,894 |
| Other trading activities | 440,137 | - | 440,137 |
| Investment income | <u>2</u> | <u>-</u> | <u>2</u> |
| Total | 555,033 | - | 555,033 |
| EXPENDITURE ON | | | |
| Raising funds | 426,950 | - | 426,950 |
| Charitable activities | | | |
| Patient support | 387,811 | 7,950 | 395,761 |
| Family counselling and social worker | 49,792 | - | 49,792 |
| Children's Kidney Unit | 113,216 | - | 113,216 |
| Campaigns and promotional activity | <u>41,340</u> | <u>-</u> | <u>41,340</u> |
| Total | 1,019,109 | 7,950 | 1,027,059 |
| NET INCOME/(EXPENDITURE) | (464,076) | (7,950) | (472,026) |
| RECONCILIATION OF FUNDS | | | |
| Total funds brought forward | 890,413 | 7,950 | 898,363 |
| TOTAL FUNDS CARRIED FORWARD | <u>426,337</u> | <u>-</u> | <u>426,337</u> |

15. FINANCIAL INSTRUMENTS

| | | |
|---|----------------|----------------|
| Financial assets | 2019 | 2018 |
| | £ | £ |
| Financial assets that are debt instruments measured at amortised cost | <u>785,887</u> | <u>528,685</u> |
| Financial liabilities | 2019 | 2018 |
| | £ | £ |
| Financial liabilities measured at amortised cost | <u>87,888</u> | <u>120,834</u> |

Financial assets measured at amortised cost comprise cash, trade debtors and other debtors.

Financial liabilities measured at amortised cost comprise trade creditors, other creditors and accruals.

KIDNEY RESEARCH UNIT FOR WALES FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2019

16. INTANGIBLE FIXED ASSETS

| | Trademark £ | Computer software £ | Totals £ |
|-----------------------|----------------|---------------------------|---------------|
| COST | | | |
| At 1 April 2018 | <u>4,638</u> | <u>10,700</u> | <u>15,338</u> |
| AMORTISATION | | | |
| At 1 April 2018 | 116 | 4,459 | 4,575 |
| Charge for year | <u>464</u> | <u>3,567</u> | <u>4,031</u> |
| At 31 March 2019 | <u>580</u> | <u>8,026</u> | <u>8,606</u> |
| NET BOOK VALUE | | | |
| At 31 March 2019 | <u>4,058</u> | <u>2,674</u> | <u>6,732</u> |
| At 31 March 2018 | <u>4,522</u> | <u>6,241</u> | <u>10,763</u> |

17. TANGIBLE FIXED ASSETS

| | Improvements to property £ | Fixtures and fittings £ | Totals £ |
|------------------------|----------------------------------|-------------------------------|----------------|
| COST | | | |
| At 1 April 2018 | 1,493 | 32,145 | 33,638 |
| Additions | - | 1,488 | 1,488 |
| Disposals | <u>-</u> | <u>(3,111)</u> | <u>(3,111)</u> |
| At 31 March 2019 | <u>1,493</u> | <u>30,522</u> | <u>32,015</u> |
| DEPRECIATION | | | |
| At 1 April 2018 | 747 | 11,631 | 12,378 |
| Charge for year | 498 | 10,133 | 10,631 |
| Eliminated on disposal | <u>-</u> | <u>(3,111)</u> | <u>(3,111)</u> |
| At 31 March 2019 | <u>1,245</u> | <u>18,653</u> | <u>19,898</u> |
| NET BOOK VALUE | | | |
| At 31 March 2019 | <u>248</u> | <u>11,869</u> | <u>12,117</u> |
| At 31 March 2018 | <u>746</u> | <u>20,514</u> | <u>21,260</u> |

18. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2019 £ | 2018 £ |
|--------------------------------|---------------|----------------|
| Trade debtors | 6,196 | 885 |
| Legacies due | 45,283 | 61,405 |
| Other debtors | - | 2,586 |
| VAT | 2 | - |
| Prepayments and accrued income | <u>36,280</u> | <u>37,890</u> |
| | <u>87,761</u> | <u>102,766</u> |

KIDNEY RESEARCH UNIT FOR WALES FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2019

19. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2019 | 2018 |
|---------------------------------|----------------|----------------|
| | £ | £ |
| Trade creditors | 29,253 | 106,246 |
| Social security and other taxes | 5,270 | 6,603 |
| Other creditors | 556 | 300 |
| Accruals and deferred income | <u>147,150</u> | <u>59,112</u> |
| | <u>182,229</u> | <u>172,261</u> |

Included within accruals and deferred income above is the following deferred income:

| | 2019 | 2018 |
|-----------------|---------------|---------------|
| | £ | £ |
| Cardiff 10K run | 36,264 | 42,624 |
| Walk for Life | <u>295</u> | <u>2,199</u> |
| | <u>36,559</u> | <u>44,823</u> |

The deferred income at 31 March 2018 had arisen due to the early receipt of funding specifically given for events in the 2018/19 financial year. This income has been released in full to the Statement of Financial Activities.

The deferred income at 31 March 2019 relates to the early receipt of funding specifically given for events in the next financial year.

20. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

| | 2019 | 2018 |
|----------------------------|---------------|---------------|
| | £ | £ |
| Within one year | 15,869 | 14,178 |
| Between one and five years | <u>4,339</u> | <u>15,393</u> |
| | <u>20,208</u> | <u>29,571</u> |

21. MOVEMENT IN FUNDS

| | At 1/4/18 | Net movement in funds | At 31/3/19 |
|---------------------------------|----------------|--------------------------|----------------|
| | £ | £ | £ |
| Unrestricted funds | | | |
| General fund | 364,133 | 276,492 | 640,625 |
| Designated fund - Research fund | <u>62,204</u> | <u>(44,040)</u> | <u>18,164</u> |
| | 426,337 | 232,452 | 658,789 |
| | <u>426,337</u> | <u>232,452</u> | <u>658,789</u> |
| TOTAL FUNDS | | | |
| | <u>426,337</u> | <u>232,452</u> | <u>658,789</u> |

KIDNEY RESEARCH UNIT FOR WALES FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2019

21. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

| | Incoming resources £ | Resources expended £ | Movement in funds £ |
|---------------------------------|----------------------------|----------------------------|---------------------------|
| Unrestricted funds | | | |
| General fund | 1,135,195 | (858,703) | 276,492 |
| Designated fund - Research fund | - | (44,040) | (44,040) |
| | <u>1,135,195</u> | <u>(902,743)</u> | <u>232,452</u> |
| TOTAL FUNDS | <u>1,135,195</u> | <u>(902,743)</u> | <u>232,452</u> |

Comparatives for movement in funds

| | At 1/4/17 £ | Net movement in funds £ | At 31/3/18 £ |
|--|----------------|-------------------------------|-----------------|
| Unrestricted Funds | | | |
| General fund | 786,291 | (422,158) | 364,133 |
| Designated fund - Research fund | 67,346 | (5,142) | 62,204 |
| Designated fund - Social welfare fund | 14,431 | (14,431) | - |
| Designated fund - Children's renal unit - refurbishment fund | <u>22,345</u> | <u>(22,345)</u> | <u>-</u> |
| | 890,413 | (464,076) | 426,337 |
| Restricted Funds | | | |
| Donations | 7,950 | (7,950) | - |
| | <u>7,950</u> | <u>(7,950)</u> | <u>-</u> |
| TOTAL FUNDS | <u>898,363</u> | <u>(472,026)</u> | <u>426,337</u> |

Comparative net movement in funds, included in the above are as follows:

| | Incoming resources £ | Resources expended £ | Movement in funds £ |
|--|----------------------------|----------------------------|---------------------------|
| Unrestricted funds | | | |
| General fund | 555,033 | (977,191) | (422,158) |
| Designated fund - Research fund | - | (5,142) | (5,142) |
| Designated fund - Social welfare fund | - | (14,431) | (14,431) |
| Designated fund - Children's renal unit - refurbishment fund | - | (22,345) | (22,345) |
| | <u>555,033</u> | <u>(1,019,109)</u> | <u>(464,076)</u> |
| Restricted funds | | | |
| Donations | - | (7,950) | (7,950) |
| | <u>-</u> | <u>(7,950)</u> | <u>(7,950)</u> |
| TOTAL FUNDS | <u>555,033</u> | <u>(1,027,059)</u> | <u>(472,026)</u> |

21. MOVEMENT IN FUNDS - continued

Designated funds

Research fund - this designated reserve was set up by the trustees to fund renal research.

Social welfare fund - created to make available monies for families requiring hospital treatment but who do not have the funds to find somewhere to stay during the period of the treatment.

Children's renal unit - refurbishment fund - the fund was created to assist with refurbishment costs.

Restricted funds

Donations - funding specific to research.

22. PENSION COMMITMENTS

The charity contributes to the NEST workplace pension scheme which is a defined contribution scheme. The pension costs charge for the year represents contributions payable by the charity to the scheme and amounted to £3,592 (2018 - £1,974). At the year end there were outstanding contributions of £556 (2018 - £300).

23. OTHER FINANCIAL COMMITMENTS

At the year ended 31 March 2019 the charity was committed to paying £71,111 over 2 years to a third party for costs associated with providing additional hospital care.

24. RELATED PARTY DISCLOSURES

During the year the charity received donations totalling £750 (2018 - £Nil) from trustees.

25. CONTINGENT ASSET

At 31 March 2019 the charity had received notification of entitlement to a share of a further legacy for approximately £142,000. However, as there had been an indication that the legacy would be contested, no income has been recognised in these financial statements. The legacy will be recognised as income when the criteria for income recognition are met.