

**UNDERSTANDING ANIMAL RESEARCH**

**AUDITED**

**COUNCIL'S ANNUAL REPORT  
AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED  
31 DECEMBER 2019**

# UNDERSTANDING ANIMAL RESEARCH

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## UNDERSTANDING ANIMAL RESEARCH

### OFFICERS, COUNCIL MEMBERS AND VICE PRESIDENTS FOR THE YEAR ENDED 31 DECEMBER 2019

#### **President**

Lord Taverne QC

#### **Chairman**

Professor Jeremy Pearson

#### **Honorary Treasurer**

Dr Miles Maxwell

#### **Chief Executive**

Ms Wendy Jarrett

#### **Members of Council**

Dr Claire Cockcroft  
Mr Paul Finnemore  
Dr Gill Fleetwood  
Dr Maggie Leggett (resigned June 2019)  
Professor Anna Mitchell  
Professor Clive Page  
Dr Lesley Penny  
Dr Tim Sampson (elected June 2019)  
Dr Geoff Watts  
Dr Lucy Whitfield  
Mr Stephen Woodley (elected June 2019)

#### **Honorary Vice Presidents**

Sir Colin Berry DSc FRCPath FRCP FFPM FMedSci  
Sir Colin Blakemore FMedSci FRCP(Hon) FRS  
Sir Walter Bodmer FRCPath FRS FMedSci  
Sir Arnold Burgen FRCP FRS FMedSci  
Sir Roy Calne FRCS FRS  
Sir Colin Dollery FRCP  
Professor Leslie Iversen FRS  
Baroness Knight of Collingtree DBE  
Dr Peter Read CBE  
Professor Nancy Rothwell DBE FRS  
Sir Richard Sykes DSc FRS FMedSci  
Lord Turnberg of Cheadle FRCP FMedSci  
Lord Winston of Hammersmith DSc FRCP FRCOG FMedSci

**UNDERSTANDING ANIMAL RESEARCH**  
**COUNCIL'S REPORT**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

The Council presents their report and the financial statements for the year ended 31 December 2019.

**COUNCIL**

The Council Officers, Members and Vice Presidents who served during the year are shown on page 1.

**VISION AND MISSION**

Understanding Animal Research (UAR) wants to see a time when everyone understands the benefits that animal research brings to science and society.

UAR fosters public understanding of the humane use of animals in bio-scientific research in the UK. It achieves this by engaging with and providing information for the public and by encouraging the bioscience sector to be open in explaining to the public why and how animals are used in research. UAR also works towards a favourable policy, regulatory and operating environment for the humane use of animals in research in the UK.

The UAR approved strategy for 2019 - 2023 has top level goals as follows:

• **Engaging the public**

Fostering greater understanding of the use of animals in scientific research by providing information for the public and facilitating dialogue

• **Sharing ideas**

Encouraging and supporting the scientific community to be open in explaining how and why animals are used in research

• **Shaping a supportive environment**

Working for a supportive and open policy, regulatory and operating environment for the humane use of animals in scientific research

**ACTIVITIES**

The major activities of the organisation are to communicate to the public, to influence policy development and to run a schools education programme.

During 2019, the work of UAR, alongside other organisations within the bioscience sector, continued to contribute to a favourable public debate and policy climate for animal research.

**MAJOR ACHIEVEMENTS IN 2019**

During the year, Understanding Animal Research:

- Increased the number of Concordat on Openness on Animal Research in the UK signatory organisations to 123
- Published the fifth Annual Report on the progress of the Concordat
- Held the fifth annual Concordat Signatories' workshop
- Spoke at more than 35 conferences and meetings about the development of the Concordat and the importance of openness on animal research
- Held the sixth Understanding Animal Research Openness Awards and Paget Lecture
- Continued to host and support the European Animal Research Association as a separate, stand-alone organisation with its own Board and funding
- Held a series of 20 training days for members in various aspects of public engagement
- Provided support for its members in the media and in relation to Freedom of Information requests

## UNDERSTANDING ANIMAL RESEARCH

### COUNCIL'S REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2019

#### MAJOR ACHIEVEMENTS IN 2019 CONTINUED

- Expanded UAR's social media following to counter misleading claims about animal research online and in social media
- Maintained and developed new content for its websites: [www.understandinganimalresearch.org.uk](http://www.understandinganimalresearch.org.uk), and [www.AnimalResearch.info](http://www.AnimalResearch.info)
- Continued its dialogue with transport companies and other sectors of the supply chain
- Attended conferences and science fairs to promote public engagement on animal research
- Created new videos and infographics for the UAR website and other social media channels
- Organised for journalists and others to visit animal research facilities
- Supported members and stakeholders in communicating about their animal research, particularly in the context of planning applications
- Gained high-profile proactive and reactive media coverage of animal research
- Alongside the UK Bioscience Sector Coalition, worked with the Home Office, other Government departments and politicians to ensure a continued emphasis on good science and animal welfare
- Countered the campaigning of the animal rights movement
- Achieved on average 100 school talks per term, reaching approximately 10,000 children in 2019, and trained new volunteers in industry and academia for the school speaker programme, now named the Animal Research Conversation.

#### GOVERNANCE ISSUES

##### Staff and Council Changes

Deniz Karaman left UAR in August 2019. Mary Harvie took a permanent full-time role in September 2019. Liz Danner left UAR in October 2019 and Bola Akanni replaced her in November 2019.

At the 2019 Annual General Meeting Maggie Leggett stood down from UAR Council. Tim Sampson and Stephen Woodley were elected for an initial three-year term.

#### FUNDING OF UAR

The principal funding source of the organisation in 2019 was subscriptions from member organisations. UAR has more than 100 institutional members, most of whom pay an annual subscription. These organisations are listed on the website. Project funding was also received from organisations wishing to support UAR projects.

The funding of UAR will remain an issue in 2020 but we are confident that the combination of continued funding from existing member organisations, diversification of income and prudent control on outgoings will enable UAR to balance its budget again in 2020.

#### DISCLOSURE OF INFORMATION TO AUDITORS

The Council at the time when this Council's report is approved has confirmed that:

- so far as it is aware, there is no relevant audit information of which the society's auditors are unaware, and
- it has taken all the steps that ought to have been taken as a Council in order to be aware of any relevant audit information and to establish that the society's auditors are aware of that information.

**UNDERSTANDING ANIMAL RESEARCH**

**COUNCIL'S REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 DECEMBER 2019**

In preparing this report, the Council has taken advantage of the small entities exemptions provided by applicable law and regulations.

This report was approved by the Council and signed on its behalf.



Professor Jeremy Pearson  
Council

Date: 27 April 2020

## UNDERSTANDING ANIMAL RESEARCH

### COUNCIL'S RESPONSIBILITIES STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2019

The Council is responsible for preparing the Council's report and the financial statements in accordance with applicable law and regulations.

The Co-operative and Community Benefit Societies Act 2014 requires the Council to prepare financial statements for each financial year. Under that law the Council has elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under applicable law the Council must not approve the financial statements unless it is satisfied that they give a true and fair view of the state of affairs of the society and of the surplus or deficit of the society for that period.

In preparing these financial statements, the Council is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the society will continue in business.

The Council is responsible for keeping adequate accounting records that are sufficient to show and explain the society's transactions and disclose with reasonable accuracy at any time the financial position of the society and to enable it to ensure that the financial statements comply with the Co-operative and Community Benefit Societies Act 2014. It is also responsible for safeguarding the assets of the society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## UNDERSTANDING ANIMAL RESEARCH

### INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF UNDERSTANDING ANIMAL RESEARCH

#### OPINION

We have audited the financial statements of Understanding Animal Research (the 'society') for the year ended 31 December 2019, which comprise the Statement of income and retained earnings, the Balance sheet 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 society's affairs as at 31 December 2019 and of its surplus 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 Co-operative and Community Benefit Societies Act 2014.

#### 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 society 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

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 Council's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Council has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the society'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 Council is responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Auditors' report 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.



## UNDERSTANDING ANIMAL RESEARCH

### INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF UNDERSTANDING ANIMAL RESEARCH (CONTINUED)

We have nothing to report in this regard.

#### OPINION ON OTHER MATTERS PRESCRIBED BY THE CO-OPERATIVE AND COMMUNITY BENEFIT SOCIETIES ACT 2014

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

- the information given in the Council's report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Council's report has been prepared in accordance with applicable legal requirements.

#### MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Co-operative and Community Benefit Societies Act 2014 requires us to report to you if, in our opinion:

- proper books of account have not been kept by the society in accordance with the requirements of the legislation; or
- a satisfactory system of control over transactions has not been maintained by the society in accordance with the requirements of the legislation; or
- the revenue account or the other accounts (if any) to which our report relates, and the balance sheet are not in agreement with the books of account of the society; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

#### RESPONSIBILITIES OF COUNCIL

As explained more fully in the Council's responsibilities statement on page 5, the Council is 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 Council determines 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 Council is responsible for assessing the society'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 Council either intends to liquidate the society or to cease operations, or have no realistic alternative but to do so.

#### AUDITORS' 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 Auditors' 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.

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](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Auditors' report.

## UNDERSTANDING ANIMAL RESEARCH

### INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF UNDERSTANDING ANIMAL RESEARCH (CONTINUED)

#### USE OF OUR REPORT

This report is made solely to the society's members, as a body, in accordance with Section 87 of the Co-operative and Community Benefit Societies Act 2014. Our audit work has been undertaken so that we might state to the society's members those matters we are required to state to them 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 society and the society's members, as a body, for our audit work, for this report, or for the opinions we have formed.



Robin John FCA (Senior statutory auditor)

for and on behalf of

**Wellden Turnbull Limited**

Chartered Accountants  
Statutory Auditors

180 Piccadilly  
London  
W1J 9HF

Date: 24 April 2020

## UNDERSTANDING ANIMAL RESEARCH

### STATEMENT OF INCOME AND RETAINED EARNINGS FOR THE YEAR ENDED 31 DECEMBER 2019

	Note	2019 £	2018 £
<b>INCOME</b>		732,574	700,550
Administrative expenses		(728,308)	(699,993)
<b>OPERATING SURPLUS</b>	3	4,266	557
Tax on surplus	5	-	-
<b>SURPLUS AFTER TAX</b>		<u>4,266</u>	<u>557</u>
Retained surplus at the beginning of the year		526,454	525,897
Surplus for the year		4,266	557
<b>RETAINED SURPLUS AT THE END OF THE YEAR</b>		<u>530,720</u>	<u>526,454</u>

The notes on pages 11 to 16 form part of these financial statements.

**UNDERSTANDING ANIMAL RESEARCH  
REGISTERED NUMBER:MS28954R**

**BALANCE SHEET  
AS AT 31 DECEMBER 2019**

	Note	2019 £	2018 (restated) £
<b>FIXED ASSETS</b>			
Tangible assets	6	14,460	17,052
<b>CURRENT ASSETS</b>			
Debtors: amounts falling due within one year	7	158,772	138,866
Cash at bank and in hand	8	417,483	428,549
		576,255	567,415
Creditors: amounts falling due within one year	9	(58,998)	(57,016)
<b>NET CURRENT ASSETS</b>		517,257	510,399
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		531,717	527,451
 <b>CAPITAL AND RESERVES</b>			
Called up share capital	10	100	100
Capital reserves	11	897	897
Income and expenditure account	11	530,720	526,454
<b>NET FUNDS</b>		531,717	527,451

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the Council and were signed on its behalf on 27/04/20



.....  
**Professor Jeremy Pearson**  
Chair

.....  
**Dr Miles Maxwell**  
Honorary Treasurer

.....  
**Mrs Wendy Jarrett**  
Chief Executive

The notes on pages 11 to 16 form part of these financial statements.

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**UNDERSTANDING ANIMAL RESEARCH**  
**REGISTERED NUMBER:MS28954R**


**BALANCE SHEET**  
**AS AT 31 DECEMBER 2019**

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The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the Council and were signed on its behalf on

.....  
**Professor Jeremy Pearson**  
Chair

  
.....  
**Dr Miles Maxwell**  
Honorary Treasurer

23/4/2020

.....  
**Mrs Wendy Jarrett**  
Chief Executive

The notes on pages 11 to 16 form part of these financial statements.

**UNDERSTANDING ANIMAL RESEARCH  
REGISTERED NUMBER:MS28954R**

**BALANCE SHEET  
AS AT 31 DECEMBER 2019**

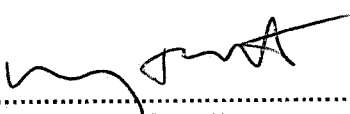
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The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the Council and were signed on its behalf on 24/4/20

.....  
**Professor Jeremy Pearson**  
Chair

.....  
**Dr Miles Maxwell**  
Honorary Treasurer

  
.....  
**Mrs Wendy Jarrett**  
Chief Executive

The notes on pages 11 to 16 form part of these financial statements.

## UNDERSTANDING ANIMAL RESEARCH

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

#### 1. GENERAL INFORMATION

Understanding Animal Research promotes the use of animal research and the role it plays in advancing basic and applied science, including the development of treatments for people and animals and a better understanding of the world we live in. The organisation is a non-profit organisation, registered with the FCA as a mutual society number MS28954R, and is incorporated.

#### 2. ACCOUNTING POLICIES

##### 2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and applicable law.

The following principal accounting policies have been applied:

##### 2.2 SUBSCRIPTIONS INCOME

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the society and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Subscriptions and donations are credited to the income and expenditure account in the year to which they relate but credit is not taken in the income and expenditure account for amounts received in advance.

Income relating to projects is taken to income as it is earned by the organisation.

##### 2.3 OPERATING LEASES: THE SOCIETY AS LESSEE

Rentals paid under operating leases are charged to the Statement of income and retained earnings on a straight line basis over the lease term.

##### 2.4 PENSIONS

###### Defined contribution pension plan

The society operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the society pays fixed contributions into a separate entity. Once the contributions have been paid the society has no further payment obligations.

The contributions are recognised as an expense in the Statement of income and retained earnings when they fall due. Amounts not paid are shown in accruals as a liability in the Balance sheet. The assets of the plan are held separately from the society in independently administered funds.

##### 2.5 Taxation

Tax is recognised in the Statement of income and retained earnings, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the society operates and generates income.

## UNDERSTANDING ANIMAL RESEARCH

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

#### 2. ACCOUNTING POLICIES (CONTINUED)

##### 2.6 TANGIBLE FIXED ASSETS

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Computer equipment	- 25% to 50% on cost
--------------------	----------------------

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of income and retained earnings.

##### 2.7 DEBTORS

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

##### 2.8 CASH AND CASH EQUIVALENTS

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

##### 2.9 CREDITORS

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

##### 2.10 FINANCIAL INSTRUMENTS

The society only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.



## UNDERSTANDING ANIMAL RESEARCH

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

#### 3. OPERATING SURPLUS

The operating surplus is stated after charging:

	2019 £	2018 £
Depreciation of tangible fixed assets	9,870	8,525
Fees payable to the society's auditor and its associates for the audit of the society's annual financial statements	5,000	5,000
Other operating lease rentals	55,744	55,958
Defined contribution pension cost	44,792	41,197

#### 4. EMPLOYEES

During the year, no council members received any emoluments (2018 - £nil)

Included within staff and council expenses are other costs in respect of Council members' travel and accommodation totalling £343 (2018 - £211).

The average monthly number of employees, excluding the Council, during the year was 10 (2018 - 10).

#### 5. TAXATION

	2019 £	2018 £
Current tax on surplus for the year	-	-

#### FACTORS AFFECTING TAX CHARGE FOR THE YEAR

The organisation is treated for corporation tax purposes as being mutually trading and is not liable to UK corporation tax on its operating surplus. The charge for taxation is based on investment income for the year.

#### FACTORS THAT MAY AFFECT FUTURE TAX CHARGES

There were no factors that may affect future tax charges.

**UNDERSTANDING ANIMAL RESEARCH**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2019**

**6. TANGIBLE FIXED ASSETS**

	Office equipment £
<b>COST OR VALUATION</b>	
At 1 January 2019	32,650
Additions	7,278
Disposals	(7,073)
At 31 December 2019	32,855
<b>DEPRECIATION</b>	
At 1 January 2019	15,598
Charge for the year on owned assets	9,870
Disposals	(7,073)
At 31 December 2019	18,395
<b>NET BOOK VALUE</b>	
At 31 December 2019	14,460
At 31 December 2018	17,052

**7. DEBTORS**

	2019 £	2018 £
Trade debtors	77,696	59,493
Other debtors	81,076	79,373
	158,772	138,866

**8. CASH AND CASH EQUIVALENTS**

	2019 £	2018 £
Cash at bank and in hand	417,483	428,549
	417,483	428,549

## UNDERSTANDING ANIMAL RESEARCH

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

#### 9. CREDITORS: Amounts falling due within one year

	2019 £	2018 £
Trade creditors	9,998	3,732
Other taxation and social security	35,447	40,006
Other creditors	13,553	13,278
	<u>58,998</u>	<u>57,016</u>

#### 10. SHARE CAPITAL

	2019 £	2018 (restated) £
<b>Allotted, called up and fully paid</b>		
100 (2018 - 100) Ordinary shares of £1.00 each	<u>100</u>	<u>100</u>

Each paid up member holds an ordinary share of £1 each. The prior year has been restated to reflect this.

#### 11. RESERVES

##### Capital redemption reserve

The capital redemption reserve is made up of cancelled share capital. When a member ceases to be a member or is expelled, under the society's rules, the share is cancelled and the amount paid up is the society's property.

##### Income and expenditure account

The retained surplus account represents the cumulative surplus and deficit net of all adjustments from the start of the organisation.

#### 12. PENSION COMMITMENTS

The society operates a defined contributions money purchase pension scheme. The assets of the scheme are held separately from those of the society in an independently administered fund. The pension cost charge represents contributions payable by the society to the fund and amounted to £44,792 (2018 - £41,197).

No contributions were payable to the fund at the balance sheet date (2018 - none).

## UNDERSTANDING ANIMAL RESEARCH

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

#### 13. COMMITMENTS UNDER OPERATING LEASES

At 31 December 2019 the society had future minimum lease payments under non-cancellable operating leases as follows:

	2019 £	2018 £
Not later than 1 year	45,260	45,260
Later than 1 year and not later than 5 years	90,520	135,780
	<u>135,780</u>	<u>181,040</u>

#### 14. RELATED PARTY TRANSACTIONS

European Animal Research Association (EARA), a company in which Chief Executive Mrs Wendy Jarrett is a director, were charged management fees of £19,500 (2018 - £18,100) in the year. No balance was outstanding at the year end.

#### 15. CONTROLLING PARTY

The society is controlled by the Council on behalf of its members.

## UNDERSTANDING ANIMAL RESEARCH

### DETAILED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2019

	Note	2019 £	2018 £
Turnover		732,574	700,549
<b>LESS: OVERHEADS</b>			
Administration expenses		(728,308)	(699,992)
<b>OPERATING SURPLUS</b>		<u>4,266</u>	<u>557</u>
Tax on surplus on ordinary activities		-	-
<b>SURPLUS FOR THE YEAR</b>		<u><u>4,266</u></u>	<u><u>557</u></u>

## UNDERSTANDING ANIMAL RESEARCH

### SCHEDULE TO THE DETAILED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2019

	2019 £	2018 £
Subscriptions and donations	553,684	556,800
Grants and donations	84,977	76,780
Interest received	990	726
Project income	73,423	48,143
EARA management charge	19,500	18,100
	732,574	700,549
	732,574	700,549
	2019 £	2018 £
Project costs	7,116	7,229
Staff salaries	409,677	417,774
Staff national insurance	41,971	43,024
Staff pension costs - defined contribution schemes	44,792	41,197
St John's office move costs	-	750
Staff training	4,045	3,836
Staff and Council expenses	27,460	23,627
Consultancy	3	149
Stationery, postage and telephone	6,500	5,645
Communications	46,781	31,221
Information technology costs	32,608	21,726
General office expenses	1,091	1,187
Grants and subscriptions	(50)	869
Charity donations	53	609
Legal and professional	1,000	273
Auditors' remuneration	5,000	5,000
Accountancy, bookkeeping and payroll fees	14,150	14,100
Bad debts	6,400	-
Bank charges	181	247
Rent and service charges	55,744	55,208
Premises expenses	9,032	9,984
Repairs and maintenance	353	715
Education costs	3,877	2,176
Policy costs and scientific reports	654	4,920
Depreciation - office equipment	9,870	8,526
	728,308	699,992
	728,308	699,992