

Registered number: 04185603  
Charity number: 1086903

**ANIMALS ASIA FOUNDATION**  
**(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2017**

SATURDAY



A16      \*A7FHSAYO\*      #169  
29/09/2018  
COMPANIES HOUSE

 **Bishop Fleming**  
Chartered Accountants

**ANIMALS ASIA FOUNDATION  
(A COMPANY LIMITED BY GUARANTEE)**

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**ANIMALS ASIA FOUNDATION  
(A COMPANY LIMITED BY GUARANTEE)**

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS  
FOR THE YEAR ENDED 31 DECEMBER 2017**

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<b>Trustees</b>	Mr B Chiao Dr J Robinson MBE Mr J Warham
<b>Company registered number</b>	04185603
<b>Charity registered number</b>	1086903
<b>Registered office</b>	Office 17 Mary Seacole Road The Millfields Plymouth Devon PL1 3JY
<b>Company secretary</b>	Miss L Simpson
<b>UK Director</b>	Miss J Dunsford
<b>Independent auditors</b>	Bishop Fleming LLP Chartered Accountants 50 The Terrace Torquay Devon TQ1 1DD
<b>Bankers</b>	The Co-operative Bank Plc Kings Valley Yew Road Stockport SK4 2JU

**ANIMALS ASIA FOUNDATION  
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2017**

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The Trustees present their annual report together with the audited financial statements of the company for the 1 January 2017 to 31 December 2017. The Trustees confirm that the Annual Report and financial statements of the company comply with the current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) as amended by Update Bulletin 1 (effective 1 January 2015).

Since the company qualifies as small under section 383, the strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Director's Report) Regulations 2013 is not required.

**OBJECTIVES AND ACTIVITIES**

**a. POLICIES AND OBJECTIVES**

The objects of the company are to promote animal welfare for the benefit of the public by activities including:

- Providing and assisting in the provision of relief of suffering to animals in need of care and protection, and preventing cruelty to animals in Asia and elsewhere; and
- Educating the public in matters concerning animal welfare.

**b. STRATEGIES FOR ACHIEVING OBJECTIVES**

The objects of the company are to promote animal welfare for the benefit of the public by activities including:

- By funding 3 main programmes which are - Ending Bear Bile Farming, Cat and Dog Welfare and Zoos and Safari Parks which are delivered and managed by ourselves in Asia and, in particular, in China and Vietnam; and
- Educating the public in matters concerning animal welfare.

**c. ACTIVITIES FOR ACHIEVING OBJECTIVES**

Through our work we are providing support for many people both in the UK and elsewhere who have a deep respect for animals and wildlife. Our education activities with young people and adults in the UK and those we help fund in China and Vietnam are beneficial to those directly involved and to their wider communities. We are also very fortunate to have a growing active supporter base which is instrumental in raising awareness of our work.

**ACHIEVEMENTS AND PERFORMANCE**

**a. KEY FINANCIAL PERFORMANCE INDICATORS**

The primary financial objective for Animals Asia globally in 2017 was to increase gross and unrestricted income. Animals Asia UK was therefore focused on diversifying our income stream to deliver sustainable income and a blend of restricted / unrestricted income to ensure the organization itself is maintained as well as the programmes.

**ANIMALS ASIA FOUNDATION  
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**TRUSTEES' REPORT (continued)  
FOR THE YEAR ENDED 31 DECEMBER 2017**

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**b. REVIEW OF ACTIVITIES**

**Bear Bile Farming**

Although bear bile has been used in traditional medicines for thousands of years, bear farming as an industry first began in China in the early 1980s. Adopting procedures developed in North Korea to extract bile from living bears, entrepreneurs began caging moon bears and draining their gall bladders for their bile. As a consequence, Moon Bears are the world's most poached and smuggled bears, according to a 2015 report from Interpol. The report estimates the trade is worth US\$2 billion, with wild bear bile fetching up to 65 times that of a farmed bear.

Animals Asia was founded in 1998 with the primary purpose of bringing this industry to an end by working closely with the communities on the ground, and providing efficacious herbal or synthetic alternatives. By the end of 2017, Animals Asia had rescued 611 bears from the bile industry in China and Vietnam – 18 in 2017 alone. 2017 was a landmark year for Animals Asia with a pledge by Vietnam's Traditional Medicine Association to end the use of bear bile in all its products, which was followed by the Vietnamese Government signing an MOU in partnership with Animals Asia to ensure bear bile farming is completely eradicated from the country by 2022. After almost two decades of work, and support from our incredible supporters from the UK and across the globe, the remaining 800 + bears across Vietnam finally see freedom in their sights.

It is a day that cannot come soon enough for the bears. Despite having some of the best bear sanctuary resources anywhere in the world, the bears are sometimes so broken when they are finally released, those final few steps to the grass and sunshine that await them, are just steps too far. For bears like Rocky, who was riddled with end stage liver cancer and had been left to die, suffering and all alone in her prison cage. She broke hearts around the world when she passed away just 72 hours after her release but we are ever thankful her final moments were full of tenderness, a touch of love she had most likely never experienced, and she died in the arms of a family who loved her.

By working in partnership with the Vietnamese Government and communities on the ground, we have been able to inspire respect and kindness towards not only bears, but many of our friends across the animal kingdom. We run education programmes at our sanctuary in Tam Dao National Park, across Vietnamese schools and universities and are winning hearts and minds of all generations through social media country wide. This winning formula has brought great success which will see all of Vietnam's bears free from cages within 5 years and we will continue our collaborative approach to share best practice and knowledge as we work towards developing the strategy which will provide sanctuary for every bear that needs it.

In China, where bear farming is still legal, our approach is equally collaborative but our focus is on Moon Bear Protection. Moon bears are classified as "Vulnerable" by the International Union for Conservation of Nature (IUCN) and are listed in Appendix I of the Convention on International Trade in Endangered Species (CITES) – the most critical category of endangerment – which means that no international trade in live moon bears or moon bear parts is allowed (except under very special circumstances). However, it is still legal to use the bears for domestic trade within China and recent estimates suggest around 10,000 bears are living in grim conditions.

At the end of 2017, we had 85 resident bears living in long overdue sanctuary in Chengdu and another 120 bears at the Nanning facility which was originally a bile farm in 2014. Our plan is to bring these two sides of the family together and transfer all the bears from Nanning to Chengdu as soon as we can. Sadly, with many 'old-timers' at Chengdu, we are saying heartbreaking farewells all too frequently to bears who are loved around the world and represent the incredible journey from despair to magnificence. Perhaps, none more so than Caesar, a majestic bear of exceptional beauty who was rescued in 2004 wearing a 'full-metal jacket'. She went on to live many peaceful, pain free years in Chengdu and her memory will serve as a pathway to freedom upon which others of her species will walk.

**Captive Animal Welfare**

Animals Asia is working to end the exploitation and neglect of wild animals in captivity. We focus on ending animal performances and other forms of "entertainment" that cause severe stress in wild animals, such as elephant rides or forcing animals to pose for photos with visitors.

**ANIMALS ASIA FOUNDATION  
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**TRUSTEES' REPORT (continued)  
FOR THE YEAR ENDED 31 DECEMBER 2017**

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In 2017 we launched an ambitious partnership with officials in Vietnam to end Elephant riding across the country which we hope will be a spark to end the industry across the wider Asian continent. Again, by working in partnership with Government and the local community, we are able to develop a sustainable win-win strategy that maintains the local economy and support for the families, boost the tourist trade and free the elephants from their backbreaking, heartbreaking fate.

Success too with our campaign to stop the Danang Dolphinarium after thousands of supporters worldwide signed our petition to Danang city leaders. We also exposed poor welfare in 105 zoos and safari parks, 40 ocean parks and 32 hotels and restaurants. Following on from this, we were able to work with zoo keepers to introduce better facilities, care and enrichment for the animals which can often be simple but highly effective improvements such as a hanging tyre, providing hours of stimulation for a lion who had been starved of any enrichment for years.

Crucially – and a sure sign of a turning tide in winning the hearts of minds of the younger generation - we are seeing great success in the transformation of cultural festivals across Vietnam with local people crying out for change. A recent survey showed 86% of Vietnamese are opposed to buffalo fighting. This paves the way for support from the Vietnamese Government, who have called time on the traditional buffalo and pig stabbing festivals and buffalo fighting.

**Cat and Dog Welfare**

Animals Asia is the only national animal welfare organisation in China and we are reaching more animals in more locations than ever before. However, in such a vast country with such huge and complex problems including, not least the second highest worldwide prevalence of rabies and a significant stray population, improving the welfare of China's cats and dogs is not something that can be done overnight. Nor can we do it alone.

Thankfully, there has been a rise of local animal welfare organisations over the last 15 years and we work proudly and closely with over 150 shelters and groups who are all doing incredible and progressive work across China. We are perfectly and uniquely positioned to be able to share information and best practice to help upskill the local groups on everything from shelter management to veterinary skills – all the while keeping at heart our principle of working from the inside out and inspiring change from within. These passionate young groups are also the mouthpiece which will inspire their networks and communities to think about cats, dogs and ultimately all animals in a different way.

In 2017 we rolled out a major operation to deworm and vaccinate 3,500 rescued strays across 20 Chinese cities and since 2015, 50 organisations in 38 cities have received funding from Animals Asia for vaccines, de-worming, shelter renovation, food and toys helping over 26,700 cats and dogs.

In the end, it will be the winning of hearts and minds that will change the outlook for the animals of Asia and we work tirelessly to do just this. In 2017, our 'Cat and Dog welfare around us' video was played over 3,300 times in public areas and 81 schools reaching more than 130,000 people. We sent over 21,000 free posters and leaflets to 58 dog and cat welfare groups to support their own events on the ground, reaching another 100,000 people. Many of these groups were brought together for our 8th Companion Animal Symposium where China's key stakeholders come together to network and collectively create solutions for a brighter future for China's cats and Dogs.

As a consequence of this ground work, the dog and cat meat trade is being impacted. A 2017 poll on Chinese National Radio revealed that 69% of Chinese people want a ban on the industry. With an estimated 10 million dogs still slaughtered each year in China, we know we still have a long way to go but we are making progress. Each life saved is a celebration. Following our campaign to report illegal restaurants to the authorities, 49 dog meat restaurants were closed in 2017 and online platform giant Taobao removed 130 dog meat products from its shelves after being contacted by Animals Asia. Perhaps even more importantly, online Chinese retailer Pin Duo banned the sale of dog meat after an outcry from its customers. To see the people on the ground fighting to defend the animals is our ultimate dream so this is a significant story in every way.

**ANIMALS ASIA FOUNDATION  
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**TRUSTEES' REPORT (continued)  
FOR THE YEAR ENDED 31 DECEMBER 2017**

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**Summary**

Our vision is to end cruelty and restore respect for Asia's animals and, slowly but surely, we are seeing this take shape. Cultural change, almost by definition, will always be evolution rather than revolution, but we believe our approach is the right one. We have two particular USPs which are vital in effecting real and lasting change. The first is our commitment to 'Change through Empathy'; we work not to create division, but to win hearts and minds of current and future generations that will nurture love for all animals as sentient beings. The second is that everything we do is about working from the inside out – really taking time and care to understand and respect the cultures and the communities we are working within. In this way, they become inspired and empowered and the result is the people of China and Vietnam championing change for their country's animals. For us, there is no greater sign of success and hope for the future.

**c. INVESTMENT POLICY AND PERFORMANCE**

Under the Memorandum and Articles of Association Animals Asia has the power to make any investment which the Trustees see fit. As funds are only retained for short periods before being remitted to Hong Kong head office these funds are simply held on deposit with the company's bankers.

**FINANCIAL REVIEW**

**a. GOING CONCERN**

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

**b. PRINCIPAL FUNDING**

Animals Asia UK has seen steady and substantial growth in income from legacies since in 2013 with a significant rise in 2017 representing almost a third of our annual income.

We are also grateful to have the committed support of many groups and individuals who give, and raise, significant gifts each year helping to grow the UK's contribution to our work.

The UK supporters contribute the single highest proportion of funds which are relied upon to maintain the welfare of the bears and animals in our care in China and Vietnam.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**a. CONSTITUTION**

The company is registered as a charitable company limited by guarantee and was set up by a Trust deed on 05/04/01

The company is constituted under a Memorandum of Association dated 05/04/01 and is a registered charity number 1086903

**b. METHOD OF APPOINTMENT OR ELECTION OF TRUSTEES**

Trustees are recruited based on their skills, experience, empathy and understanding of the charity and how these satisfy the needs of the charity.

**ANIMALS ASIA FOUNDATION  
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT (continued)  
FOR THE YEAR ENDED 31 DECEMBER 2017**

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**c. POLICIES ADOPTED FOR THE INDUCTION AND TRAINING OF TRUSTEES**

All Trustees are fully inducted by the charity on its aims and objectives and the role they have in developing the charity. The Trustees have all received the Charities Commission guidance on the Roles and Responsibilities of charity Trustees.

**d. ORGANISATIONAL STRUCTURE AND DECISION MAKING**

The Board of Trustees govern our business and as at 1st January 2015 there were three Trustees.

The Board determined its role at its conception in 2001 and continues to periodically review its position. We see our function as ensuring good governance of the company and to this end we focus on matters of policy and strategy, the approval of plans, monitoring of progress and financial controls.

The day to day operational responsibility is delegated to the Director.

**e. RISK MANAGEMENT**

The Trustees actively and regularly review any major risks that the company faces. It is believed that maintaining the current levels combined with an annual review of the controls over key financial systems should provide sufficient resources in the event of adverse conditions. The Trustees have also examined other potential operational and business risks faced by the company and confirm that they have established systems to mitigate any significant risks.

**PLANS FOR FUTURE PERIODS**

**a. FUTURE DEVELOPMENTS**

The UK team continues to go from strength to strength and we have a clear, robust yet ambitious plan for the next three years which aims to grow income to meet the growing costs of our work in Asia.

2017 saw a lot of change for the UK team. In January the UK team merged with the European market to improve efficiencies and reduce costs, and in the same month we moved offices from near Liskeard in Cornwall to nearby Plymouth with the aim of attracting more volunteer support to our growing team. Both changes have been hugely successful, and we are seeing a growth in both gross and net income.

We remain committed to diversification to increase the scope and scale of support. We held a wonderful gala dinner in November 2017 raising over £100,000 and our new events programme is beginning to take shape. People leaving gifts in their Wills is proving to be transformational for the UK market, although they often take us by surprise. We would like to thank anybody who has left, or is considering leaving, a gift in their Will. We can't tell you how much it means to us and the animals.

We continually strive to ensure our return on investment is strong, ensuring the financial support from our donors goes directly to the animals in need, and works hard to keep Animals Asia going and growing. We are committed to accountability and transparency and are proud of our ability to increase our contributions to the animals in Asia whilst keeping our costs to a minimum.



**ANIMALS ASIA FOUNDATION  
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**TRUSTEES' REPORT (continued)  
FOR THE YEAR ENDED 31 DECEMBER 2017**

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**INFORMATION ON FUNDRAISING PRACTICES**

We operate a range of fundraising activities including individual giving, grants and major gifts, community, corporate, events and we also receive legacy income. Our UK team are supported by a marketing team, which is managed centrally by our Head Office. We do not use external professional fundraisers.

The charity is required to adhere to all the Fundraising Codes of Practice as set out by the Institute of Fundraising and the Fundraising Regulator and there are no instances of non-compliance with the code.

The charity completes a full review and approval process for all relevant communications in relation to fundraising activities.

There have been 41 complaints about the charity's activities in relation to our fundraising practices. Alongside this, we receive almost daily positive comments about our work, our approach and our supporter care.

The charity has in place a vulnerable person's policy which the team are all made aware of and adhere to.

**ANIMALS ASIA FOUNDATION  
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**TRUSTEES' REPORT (continued)  
FOR THE YEAR ENDED 31 DECEMBER 2017**

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**DISCLOSURE OF INFORMATION TO AUDITORS**

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

- so far as that Trustee is aware, there is no relevant audit information of which the company's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any information needed by the company's auditors in connection with preparing their report and to establish that the company's auditors are aware of that information.

This report was approved by the Trustees, on 27/9/18 and signed on their behalf by:

A handwritten signature in black ink, appearing to read 'J Robinson', with a horizontal line drawn underneath it.

Dr J Robinson MBE  
Trustee

**ANIMALS ASIA FOUNDATION  
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**TRUSTEES' RESPONSIBILITIES STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2017**

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The Trustees (who are also directors of Animals Asia Foundation for the purposes of company law) are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

**ANIMALS ASIA FOUNDATION  
(A COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF ANIMALS ASIA FOUNDATION**

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**OPINION**

We have audited the financial statements of Animals Asia Foundation (the 'charitable company') for the year ended 31 December 2017 set out on pages 13 to 29. 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 charitable company's affairs as at 31 December 2017 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 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 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 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.

We have nothing to report in this regard.

**OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006**

**ANIMALS ASIA FOUNDATION  
(A COMPANY LIMITED BY GUARANTEE)**

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF ANIMALS ASIA FOUNDATION**

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

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

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

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' report.

We have nothing to report in respect of the following matters in relation to which 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 prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' report and from the requirement to prepare a Strategic report.

**RESPONSIBILITIES OF TRUSTEES**

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

In preparing the financial statements, the Trustees are responsible for assessing the 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.

**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.

**USE OF OUR REPORT**

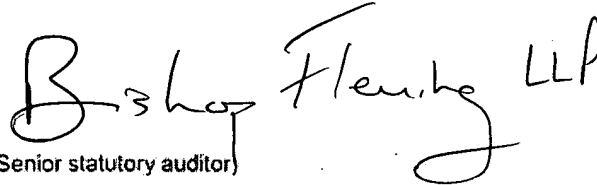
This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than

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**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF ANIMALS ASIA FOUNDATION**

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the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.

A handwritten signature in black ink, appearing to read "Bishop Fleming LLP".

William Hanbury FCA (Senior statutory auditor)

for and on behalf of  
**Bishop Fleming LLP**  
Chartered Accountants  
Statutory Auditors  
50 The Terrace  
Torquay  
Devon  
TQ1 1DD  
Date: 28/9/18

**ANIMALS ASIA FOUNDATION  
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**STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED 31 DECEMBER 2017**

	Note	Restricted funds 2017 £	Unrestricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
<b>INCOME FROM:</b>					
Donations and legacies	2	499,554	1,965,256	2,464,810	3,594,196
Other trading activities	3	-	131,354	131,354	72,321
Investments	4	-	-	-	579
Other income	5	-	25,228	25,228	5,305
<b>TOTAL INCOME</b>		<b>499,554</b>	<b>2,121,838</b>	<b>2,621,392</b>	<b>3,672,401</b>
<b>EXPENDITURE ON:</b>					
Raising funds	3,6	-	512,621	512,621	406,641
Charitable activities:					
Payments to Hong Kong		499,554	1,493,855	1,993,409	2,815,109
Public awareness and education		-	91,637	91,637	80,528
Other charitable activities		-	9,300	9,300	7,500
<b>TOTAL EXPENDITURE</b>	9	<b>499,554</b>	<b>2,107,413</b>	<b>2,606,967</b>	<b>3,309,778</b>
<b>NET BEFORE OTHER RECOGNISED GAINS AND LOSSES</b>		<b>-</b>	<b>14,425</b>	<b>14,425</b>	<b>362,623</b>
<b>NET MOVEMENT IN FUNDS</b>		<b>-</b>	<b>14,425</b>	<b>14,425</b>	<b>362,623</b>
<b>RECONCILIATION OF FUNDS:</b>					
Total funds brought forward		-	766,026	766,026	403,403
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>-</b>	<b>780,451</b>	<b>780,451</b>	<b>766,026</b>

The notes on pages 16 to 29 form part of these financial statements.

**ANIMALS ASIA FOUNDATION**  
**(A COMPANY LIMITED BY GUARANTEE)**  
**REGISTERED NUMBER: 04185603**

**BALANCE SHEET**  
**AS AT 31 DECEMBER 2017**

	Note	£	2017 £	£	2016 £
<b>FIXED ASSETS</b>					
Tangible assets	14		5,958		2,806
<b>CURRENT ASSETS</b>					
Stocks	15	585		1,090	
Debtors	16	695,285		575,014	
Cash at bank and in hand		109,196		221,040	
		<u>805,066</u>		<u>797,144</u>	
<b>CREDITORS: amounts falling due within one year</b>	17	<u>(30,573)</u>		<u>(33,924)</u>	
<b>NET CURRENT ASSETS</b>			<u>774,493</u>		<u>763,220</u>
<b>NET ASSETS</b>			<u>780,451</u>		<u>766,026</u>
<b>CHARITY FUNDS</b>					
Unrestricted funds	18		<u>780,451</u>		<u>766,026</u>
<b>TOTAL FUNDS</b>			<u>780,451</u>		<u>766,026</u>

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

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



Dr J Robinson MBE

27/9/18

The notes on pages 16 to 29 form part of these financial statements.



**ANIMALS ASIA FOUNDATION  
(A COMPANY LIMITED BY GUARANTEE)**

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER 2017**

	Note	2017 £	2016 £
<b>Cash flows from operating activities</b>			
Net cash (used in)/provided by operating activities	20	(106,080)	34,039
<b>Cash flows from investing activities:</b>			
Dividends, interest and rents from investments		-	579
Purchase of tangible fixed assets		(5,764)	(1,357)
<b>Net cash used in investing activities</b>		(5,764)	(778)
<b>Change in cash and cash equivalents in the year</b>		(111,844)	33,261
Cash and cash equivalents brought forward		221,040	187,779
<b>Cash and cash equivalents carried forward</b>	21	<u>109,196</u>	<u>221,040</u>

The notes on pages 16 to 29 form part of these financial statements.

**ANIMALS ASIA FOUNDATION  
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2017**

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**1. ACCOUNTING POLICIES**

**1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

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

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

**1.2 COMPANY STATUS**

The company is a private company, limited by guarantee and registered in England within the United Kingdom. The members of the company are the Trustees named on page 1. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company. The principal activity of the company during the year was that of the funding of animal welfare programmes. The registered number is 04185603, the address of the registered office is Office 17 Mary Seacole Road, The Millfields, Plymouth, Devon, PL1 3JY.

**1.3 FUND ACCOUNTING**

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

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

**1.4 INCOME**

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

For legacies, entitlement is taken as the earlier of the date on which either: the company is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the company has been notified of the executor's intention to make a distribution. Where legacies have been notified to the company, or the company is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

**ANIMALS ASIA FOUNDATION  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2017**

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**1. ACCOUNTING POLICIES (continued)**

**1.5 EXPENDITURE**

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Governance costs are those incurred in connection with administration of the company and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Charitable activities and Governance costs are costs incurred on the company's educational operations, including support costs and costs relating to the governance of the company apportioned to charitable activities.

Public awareness and education costs are those incurred in connection with promoting the charity and its objectives and not for the purpose of generating voluntary contributions.

**1.6 TURNOVER**

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

**1.7 TANGIBLE FIXED ASSETS AND DEPRECIATION**

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

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Motor vehicles	-	25% straight line
Fixtures and fittings	-	25% straight line
Office equipment	-	25% straight line

**1.8 STOCKS**

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

**ANIMALS ASIA FOUNDATION  
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2017**

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**1. ACCOUNTING POLICIES (continued)**

**1.9 FOREIGN CURRENCIES**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Statement of financial activities incorporating income and expenditure account.

**1.10 PENSIONS**

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

**1.11 INTEREST RECEIVABLE**

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the company; this is normally upon notification of the interest paid or payable by the bank.

**1.12 DEBTORS**

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

**1.13 CASH AT BANK AND IN HAND**

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

**1.14 LIABILITIES AND PROVISIONS**

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

**1.15 FINANCIAL INSTRUMENTS**

The company 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 with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

**ANIMALS ASIA FOUNDATION**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2017**

**2. INCOME FROM DONATIONS AND LEGACIES**

	Restricted funds 2017 £	Unrestricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
Donations	489,116	1,109,186	1,598,302	2,908,507
Legacies	10,438	689,364	699,802	553,760
Similar incoming resources	-	166,706	166,706	131,929
<b>Total donations and legacies</b>	<b>499,554</b>	<b>1,965,256</b>	<b>2,464,810</b>	<b>3,594,196</b>
<b>Total 2016</b>	<b>1,799,831</b>	<b>1,794,365</b>	<b>3,594,196</b>	

**3. TRADING ACTIVITIES**

	Restricted funds 2017 £	Unrestricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
<b>CHARITY TRADING INCOME</b>				
Sale of goods	-	131,354	131,354	72,321
<b>FUNDRAISING TRADING EXPENSES</b>				
Cost of goods sold	-	18,955	18,955	-
<b>Net income from trading activities</b>	<b>-</b>	<b>112,399</b>	<b>112,399</b>	<b>72,321</b>

In 2016, of the total income from trading activities, £72,321 was to unrestricted funds and £Nil was to restricted funds.

**4. INVESTMENT INCOME**

	Restricted funds 2017 £	Unrestricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
Investment income	-	-	-	579
<b>Total 2016</b>	<b>-</b>	<b>579</b>	<b>579</b>	

**ANIMALS ASIA FOUNDATION**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2017**

**5. OTHER INCOMING RESOURCES**

	Restricted funds 2017 £	Unrestricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
Foreign exchange gains/(losses)	-	(383)	(383)	5,305
Compensation received	-	16,888	16,888	-
Gifts in kind	-	8,723	8,723	-
	-	25,228	25,228	5,305
<i>Total 2016</i>	-	5,305	5,305	

**6. COST OF GENERATING VOLUNTARY INCOME**

	Restricted funds 2017 £	Unrestricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
Fundraising and promotions	-	171,815	171,815	167,825
Establishment expenses	-	36,490	36,490	25,772
Legal and professional fees	-	12,376	12,376	10,512
Bank and handling charges	-	27,209	27,209	24,498
Sundry expenses	-	9,540	9,540	4,237
Travelling	-	17,235	17,235	11,720
Printing, postage and stationery	-	23,477	23,477	17,348
Loss on disposal of fixed assets	-	98	98	-
Staff costs	-	192,911	192,911	143,652
Depreciation	-	2,515	2,515	1,077
	-	493,666	493,666	406,641
<i>Total 2016</i>	-	406,641	406,641	

**7. GOVERNANCE COSTS**

	Restricted funds 2017 £	Unrestricted funds 2017 £	Total funds 2017 £	As restated Total funds 2016 £
Governance Auditors' remuneration	-	9,300	9,300	7,500

**ANIMALS ASIA FOUNDATION**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2017**

**8. DIRECT COSTS**

	Activities £	Total 2017 £	Total 2016 £
Programme payments to Hong Kong	1,993,409	1,993,409	2,815,109
Public awareness and education	91,637	91,637	80,528
	<u>2,085,046</u>	<u>2,085,046</u>	<u>2,895,637</u>
Total 2016	<u>2,895,637</u>	<u>2,895,637</u>	

**9. ANALYSIS OF EXPENDITURE BY EXPENDITURE TYPE**

	Staff costs 2017 £	Depreciation 2017 £	Other costs 2017 £	Total 2017 £	Total 2016 £
Expenditure on raising voluntary income	192,912	2,515	298,240	493,667	406,641
Expenditure on fundraising trading	-	-	18,955	18,955	-
<b>COSTS OF RAISING FUNDS</b>	<u>192,912</u>	<u>2,515</u>	<u>317,195</u>	<u>512,622</u>	<u>406,641</u>
Direct costs	91,637	-	1,993,409	2,085,046	2,895,637
Expenditure on governance	-	-	9,300	9,300	7,500
	<u>284,549</u>	<u>2,515</u>	<u>2,319,904</u>	<u>2,606,968</u>	<u>3,309,778</u>
Total 2016	<u>224,180</u>	<u>1,077</u>	<u>3,084,521</u>	<u>3,309,778</u>	

**10. TURNOVER**

The whole of the turnover is attributable to donations and contributions in support of charity projects as well as income from the sale of merchandise.

All turnover arose within the United Kingdom.

**ANIMALS ASIA FOUNDATION**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2017**

**11. NET INCOME/(EXPENDITURE)**

This is stated after charging:

	2017 £	2016 £
Depreciation of tangible fixed assets: - owned by the charity	2,515	1,077

During the year, no Trustees received any remuneration (2016: £NIL).

During the year, no Trustees received any benefits in kind (2016: £NIL).

During the year, no Trustees received any reimbursement of expenses (2016: £NIL).

**12. AUDITORS' REMUNERATION**

	2017 £	2016 £
Fees payable to the company's auditor and its associates for the audit of the company's annual accounts	5,350	4,250
Fees payable to the company's auditor and its associates in respect of: All other non-audit services not included above	3,950	3,250

**13. STAFF COSTS**

Staff costs were as follows:

	2017 £	2016 £
Wages and salaries	268,566	219,050
Social security costs	15,983	5,130
	284,549	224,180

During the year the company made termination payments of £2,884 (2016: £Nil).

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

	2017 No.	2016 No.
Employees	18	12

No employee received remuneration amounting to more than £60,000 in either year.

In Jan 2017, the UK office merged with the European offices to improve efficiencies. As a result, the UK resources are now split across both markets most significantly the time of the Director, Head of Supporter Care and the Supporter Care team in Plymouth. All costs sit within the UK market.

Remuneration and benefits received by key management personnel totalled £76,809.



**ANIMALS ASIA FOUNDATION**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2017**

**14. TANGIBLE FIXED ASSETS**

	Motor vehicles £	Fixtures and fittings £	Office equipment £	Total £
<b>COST</b>				
At 1 January 2017	11,625	1,099	8,156	20,880
Additions	-	4,593	1,171	5,764
Disposals	-	(1,179)	(1,721)	(2,900)
At 31 December 2017	11,625	4,513	7,606	23,744
<b>DEPRECIATION</b>				
At 1 January 2017	11,625	1,099	5,350	18,074
Charge for the year	-	1,134	1,381	2,515
On disposals	-	(1,082)	(1,721)	(2,803)
At 31 December 2017	11,625	1,151	5,010	17,786
<b>NET BOOK VALUE</b>				
At 31 December 2017	-	3,362	2,596	5,958
At 31 December 2016	-	-	2,806	2,806

**15. STOCKS**

	2017 £	2016 £
Finished goods and goods for resale	585	1,090

**16. DEBTORS**

	2017 £	2016 £
Trade debtors	65,424	243,269
Amounts owed by Hong Kong and Animals Asia Italy	9,371	-
Other debtors	1,696	-
Prepayments and accrued income	618,794	331,745
	695,285	575,014

**ANIMALS ASIA FOUNDATION  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2017**

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**17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2017</b>	<b>2016</b>
	<b>£</b>	<b>£</b>
Amounts owed to Animals Asia Germany & Italy	<b>1,987</b>	<b>12,594</b>
Other creditors	<b>4,409</b>	<b>2,695</b>
Accruals and deferred income	<b>24,177</b>	<b>18,635</b>
	<b><u>30,573</u></b>	<b><u>33,924</u></b>

**ANIMALS ASIA FOUNDATION**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2017**

**18. STATEMENT OF FUNDS**

**STATEMENT OF FUNDS - CURRENT YEAR**

	Balance at 1 January 2017 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 December 2017 £
<b>DESIGNATED FUNDS</b>					
Designated Funds	698,526	-	(698,527)	715,367	715,366
<b>GENERAL FUNDS</b>					
General Funds	67,500	2,121,838	(1,408,886)	(715,367)	65,085
Total Unrestricted funds	766,026	2,121,838	(2,107,413)	-	780,451
<b>RESTRICTED FUNDS</b>					
End Bear Bile Farming	-	367,231	(367,231)	-	-
Peace by Piece - Nanning Bear Farm	-	76,123	(76,123)	-	-
Cat and Dog Welfare	-	39,761	(39,761)	-	-
Capitve Animal Welfare (Previously Zoos and Safari Parks)	-	16,439	(16,439)	-	-
	-	499,554	(499,554)	-	-
Total of funds	766,026	2,621,392	(2,606,967)	-	780,451

**STATEMENT OF FUNDS - PRIOR YEAR**

	Balance at 1 January 2016 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 December 2016 £
<b>DESIGNATED FUNDS</b>					
Designated Funds	335,903	-	(335,903)	698,526	698,526
<b>GENERAL FUNDS</b>					
General Funds	67,500	1,872,570	(1,174,044)	(698,526)	67,500
Total Unrestricted funds	403,403	1,872,570	(1,509,947)	-	766,026

**ANIMALS ASIA FOUNDATION**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2017**

**18. STATEMENT OF FUNDS (continued)**

**RESTRICTED FUNDS**

End Bear Bile Farming	-	1,151,449	(1,151,449)	-	-
Peace by Piece - Nanning Bear Farm	-	151,716	(151,716)	-	-
Cat and Dog Welfare	-	459,477	(459,477)	-	-
Captive Animal Welfare (Previously Zoos and Safari Parks)	-	37,189	(37,189)	-	-
	-	1,799,831	(1,799,831)	-	-
Total of funds	403,403	3,672,401	(3,309,778)	-	766,026

**DESIGNATED FUNDS**

These funds have been designated by the trustees towards future programme payments to Hong Kong.

**RESTRICTED FUNDS**

**End Bear Bile Farming** - Animals Asia works to end the barbaric bear bile trade, which sees over 10,000 bears, mainly moon bears but also sun bears and brown bears, kept on bile farms in China, and around 1,000 bears in Vietnam. In 2017, the Vietnamese Government signed an agreement with Animals Asia to bring bear bile farming to an end by 2022.

**Peace by Piece: Nanning Bear Farm** - Peace by Piece is Animals Asia's landmark campaign, as part of our overall End Bear Bile Farming programme, launched in April 2014 to help rescue and rehabilitate previously exploited moon bears in Nanning, China.

**Cat and Dog Welfare** - Animals Asia works to end the trade in dogs and cats for food in China. We support over 150 local organisations across China, financially and through skill sharing, to improve the welfare of companion animals and promote humane population management.

**Captive Animal Welfare (Previously Zoos and Safari Parks)** - Animals Asia campaigns for an end to abusive animal practices in zoos and safari parks in China, and works closely with governing authorities to improve animal management and increase awareness of the welfare needs of captive animals.

**TRANSFERS**

A transfer had been made to designate general funds towards future payments to Hong Kong.

**ANIMALS ASIA FOUNDATION**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2017**

**SUMMARY OF FUNDS - CURRENT YEAR**

	Balance at 1 January 2017 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 December 2017 £
Designated funds	698,526	-	(698,527)	715,367	715,366
General funds	67,500	2,121,838	(1,408,886)	(715,367)	65,085
	<u>766,026</u>	<u>2,121,838</u>	<u>(2,107,413)</u>	<u>-</u>	<u>780,451</u>
Restricted funds	-	499,554	(499,554)	-	-
	<u>766,026</u>	<u>2,621,392</u>	<u>(2,606,967)</u>	<u>-</u>	<u>780,451</u>

**SUMMARY OF FUNDS - PRIOR YEAR**

	Balance at 1 January 2016 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 December 2016 £
Designated funds	335,903	-	(335,903)	698,526	698,526
General funds	67,500	1,872,570	(1,174,044)	(698,526)	67,500
	<u>403,403</u>	<u>1,872,570</u>	<u>(1,509,947)</u>	<u>-</u>	<u>766,026</u>
Restricted funds	-	1,799,831	(1,799,831)	-	-
	<u>403,403</u>	<u>3,672,401</u>	<u>(3,309,778)</u>	<u>-</u>	<u>766,026</u>

**19. ANALYSIS OF NET ASSETS BETWEEN FUNDS**

**ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR**

	Restricted funds 2017 £	Unrestricted funds 2017 £	Total funds 2017 £
Tangible fixed assets	-	5,958	5,958
Current assets	-	805,066	805,066
Creditors due within one year	-	(30,573)	(30,573)
	<u>-</u>	<u>780,451</u>	<u>780,451</u>

**ANIMALS ASIA FOUNDATION**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2017**

**19. ANALYSIS OF NET ASSETS BETWEEN FUNDS (continued)**

**ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR**

	Restricted funds 2016 £	Unrestricted funds 2016 £	Total funds 2016 £
Tangible fixed assets	-	2,807	2,807
Current assets	-	797,142	797,142
Creditors due within one year	-	(33,923)	(33,923)
	-	766,026	766,026

**20. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	2017 £	2016 £
Net income for the year (as per Statement of Financial Activities)	14,425	362,623
<b>Adjustment for:</b>		
Depreciation charges	2,515	1,077
Dividends, interest and rents from investments	-	(579)
Loss on the sale of fixed assets	98	-
Decrease in stocks	505	3,065
Increase in debtors	(120,272)	(343,704)
(Decrease)/increase in creditors	(3,351)	11,557
<b>Net cash (used in)/provided by operating activities</b>	<b>(106,080)</b>	<b>34,039</b>

**21. ANALYSIS OF CASH AND CASH EQUIVALENTS**

	2017 £	2016 £
Cash in hand	109,196	221,040
<b>Total</b>	<b>109,196</b>	<b>221,040</b>

**22. PENSION COMMITMENTS**

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £1,589 (2016: £2,531). Contributions totalling £Nil (2016: £Nil) were payable to the fund at the balance sheet date and are included in creditors.

**ANIMALS ASIA FOUNDATION  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2017**

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**23. RELATED PARTY TRANSACTIONS**

Included within creditors is £1,987 (2016: £12,131) owed to Animals Asia Germany.

Included within debtors is £9,371 (2016: £463 creditor) owed by Animals Asia Italy and £- (2016: £Nil) owed by Animals Asia Hong Kong.

During the year the charity made donations of £1,993,409 (2016: £2,815,109) to Animals Asia Hong Kong.

**24. CONTROLLING PARTY**

The charity is controlled by the Trustees.

**25. LEGACIES HELD IN TRUST**

The charity is beneficiary to multiple legacies for which they are entitled to a residuary of the balance held in trust. At the balance sheet date, the amount receivable cannot be reliably measured, and therefore no income has been recognised in the Statement of Financial Activities for the year.

The charity is also a joint beneficiary with 12 other charities of the of the estate of the late Mrs P Woods. Currently there is a life tenant who receives the income from the estate. At 3 May 2018 the estate was valued at £718,895, subject to a reconciliation of the income paid to the life tenant for the year ended 5 April 2018.