

**REGISTERED COMPANY NUMBER: 04504443 (England and Wales)**  
**REGISTERED CHARITY NUMBER: 1093747**

**REPORT OF THE TRUSTEES AND  
UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022  
FOR  
HAFAL**

Williams Denton Cyf  
Chartered Certified Accountants  
13 Trinity Square  
Llandudno  
United Kingdom  
CONWY  
LL30 2RB



**HAFAL**

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FOR THE YEAR ENDED 31 MARCH 2022**

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## **HAFAL**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022**

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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 2022. 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 2019).

#### **OBJECTIVES AND ACTIVITIES**

##### **Objectives and aims**

The Charity's objectives ("the objects") as stated in the Articles of Association are to act as a non-sectarian- political charitable organisation based in Wales for the relief and support of people with serious mental illness, illness or disability of any age, and their families, relatives and carers; to relieve the stresses experienced by carers and beneficiaries; for research and education as to the causes, consequences and management of such illness or disability which might impact directly or incidentally; and for advice and assistance in the field of mental health, disability and welfare.

##### **Significant activities**

This Trustee report and set of accounts reflects the activity through the Charity's accounts post merger into Adferiad Recovery. The Charity has not operated in itself this year, but these accounts provide information and records of how properties have been handled, accounts transferred, and obligations met.

The work of Adferiad Recovery is celebrated in detail in the Trustee report and annual accounts for the newly merged organisation, and should be read in conjunction with this report.

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Governing document**

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

##### **Risk management**

The trustees have a 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**

04504443 (England and Wales)

##### **Registered Charity number**

1093747

##### **Registered office**

Unit B3 Lakeside Technology Park  
Phoenix Way  
Swansea  
SA7 9FE

##### **Trustees**

Mair Elliott - Chair  
Euan Jonathan Hails (resigned 7.5.21)  
Susan Northcott (resigned 1.4.21)  
Richard Owen (resigned 1.4.21)  
Clive Wolfendale  
Howard Jones (appointed 1.4.21)  
Simon Paul Green (appointed 6.10.21)

**HAFAL**

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 MARCH 2022**

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**REFERENCE AND ADMINISTRATIVE DETAILS**

**Company Secretary**  
Marian Williams

**CESSATION OF TRADING**

The charitable company ceased activities on 1 April 2021.

Approved by order of the board of trustees on ..... 21/9/2022 ..... and signed on its behalf by:

  
.....  
Clive Wolfendale - Trustee

**HAFAL**

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 MARCH 2022**

	Notes	Unrestricted funds £	Restricted fund £	2022 Total funds £	2021 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies		-	-	-	56,536
<b>Charitable activities</b>					
General charitable activities		-	-	-	9,877,794
Investment income	2	-	-	-	488
<b>Total</b>		-	-	-	9,934,818
<b>EXPENDITURE ON</b>					
Raising funds		-	-	-	77,632
<b>Charitable activities</b>					
General charitable activities		4,181,633	747,004	4,928,637	9,566,924
<b>Total</b>		4,181,633	747,004	4,928,637	9,644,556
<b>NET INCOME/(EXPENDITURE)</b>		(4,181,633)	(747,004)	(4,928,637)	290,262
<b>Other recognised gains/(losses)</b>					
Gains/(losses) on revaluation of fixed assets		-	-	-	(258,497)
<b>Net movement in funds</b>		(4,181,633)	(747,004)	(4,928,637)	31,765
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		4,181,633	747,004	4,928,637	4,896,872
<b>TOTAL FUNDS CARRIED FORWARD</b>		-	-	-	4,928,637

The notes form part of these financial statements

**HAFAL****BALANCE SHEET  
31 MARCH 2022**

	Notes	2022 £	2021 £
<b>FIXED ASSETS</b>			
Tangible assets	7	-	4,158,539
<b>CURRENT ASSETS</b>			
Debtors	8	-	1,683,206
Cash at bank		-	1,836,660
		-	3,519,866
<b>CREDITORS</b>			
Amounts falling due within one year	9	-	(1,442,066)
<b>NET CURRENT ASSETS</b>		-	2,077,800
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		-	6,236,339
<b>CREDITORS</b>			
Amounts falling due after more than one year	10	-	(992,702)
<b>PROVISIONS FOR LIABILITIES</b>	12	-	(315,000)
<b>NET ASSETS</b>		-	4,928,637
<b>FUNDS</b>	14		
Unrestricted funds		-	4,181,633
Restricted funds		-	747,004
<b>TOTAL FUNDS</b>		-	4,928,637

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2022 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The notes form part of these financial statements

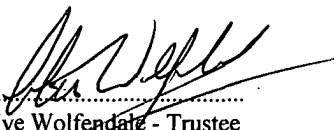
HAFAL

**BALANCE SHEET - continued**  
**31 MARCH 2022**

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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 by the Board of Trustees and authorised for issue on 21/4/2022 and were signed on its behalf by:

  
.....  
Clive Wolfendale - Trustee

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022**

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**1. 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 2019)', 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, as modified by the revaluation of certain assets.

**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.

**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.

**Tangible fixed assets**

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

Freehold property	- 2% on cost
Long leasehold	- 33% on cost
Plant and machinery	- 10% on cost
Motor vehicles	- 33% on cost

**Taxation**

The charity is exempt from corporation tax on its charitable activities.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.



**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 MARCH 2022**

**2. INVESTMENT INCOME**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Interest receivable - trading	-	488
	<u>          </u>	<u>          </u>

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

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

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Auditors Remuneration	-	13,431
Depreciation - owned assets	-	161,367
	<u>          </u>	<u>          </u>

**4. TRUSTEES' REMUNERATION AND BENEFITS**

Trustee's are not remunerated.

**5. STAFF COSTS**

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

	<b>2022</b>	<b>2021</b>
	<b>-</b>	<b>443</b>
Charitable Activities	<u>          </u>	<u>          </u>

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

	<b>2022</b>	<b>2021</b>
£60,001 - £70,000	-	2
£80,001 - £90,000*	-	1
	<u>          </u>	<u>          </u>
	-	3
	<u>          </u>	<u>          </u>

**6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted funds £	Restricted fund £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	56,435	101	56,536
<b>Charitable activities</b>			
General charitable activities	7,603,621	2,274,173	9,877,794
Investment income	488	-	488
<b>Total</b>	<u>7,660,544</u>	<u>2,274,274</u>	<u>9,934,818</u>
<b>EXPENDITURE ON</b>			
Raising funds	77,632	-	77,632

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 MARCH 2022**

**6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued**

	Unrestricted funds £	Restricted fund £	Total funds £
<b>Charitable activities</b>			
General charitable activities	7,617,115	1,949,809	9,566,924
<b>Total</b>	<u>7,694,747</u>	<u>1,949,809</u>	<u>9,644,556</u>
<b>NET INCOME/(EXPENDITURE)</b>	(34,203)	324,465	290,262
<b>Transfers between funds</b>	<u>300,262</u>	<u>(300,262)</u>	<u>-</u>
<b>Other recognised gains/(losses)</b>			
Gains/(losses) on revaluation of fixed assets	<u>(160,347)</u>	<u>(98,150)</u>	<u>(258,497)</u>
<b>Net movement in funds</b>	105,712	(73,947)	31,765
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>	<u>4,075,921</u>	<u>820,951</u>	<u>4,896,872</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u><u>4,181,633</u></u>	<u><u>747,004</u></u>	<u><u>4,928,637</u></u>

**7. TANGIBLE FIXED ASSETS**

	Freehold property £	Long leasehold £	Plant and machinery £	Motor vehicles £	Totals £
<b>COST</b>					
At 1 April 2021	3,265,000	810,000	419,534	350,755	4,845,289
Disposals	<u>(3,265,000)</u>	<u>(810,000)</u>	<u>(419,534)</u>	<u>(350,755)</u>	<u>(4,845,289)</u>
At 31 March 2022	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>DEPRECIATION</b>					
At 1 April 2021	-	-	360,919	325,831	686,750
Eliminated on disposal	<u>-</u>	<u>-</u>	<u>(360,919)</u>	<u>(325,831)</u>	<u>(686,750)</u>
At 31 March 2022	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET BOOK VALUE</b>					
At 31 March 2022	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
At 31 March 2021	<u><u>3,265,000</u></u>	<u><u>810,000</u></u>	<u><u>58,615</u></u>	<u><u>24,924</u></u>	<u><u>4,158,539</u></u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 MARCH 2022**

**8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022	2021
	£	£
Trade debtors	-	1,142,170
Amounts owed by group undertakings	-	50,000
Other debtors	-	116,276
Prepayments and accrued income	-	329,430
Prepayments	-	45,330
	<u>-</u>	<u>1,683,206</u>

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

	2022	2021
	£	£
Trade creditors	-	105,126
Social security and other taxes	-	115,548
Other creditors	-	166,221
Accruals and deferred income	-	1,055,171
	<u>-</u>	<u>1,442,066</u>

**10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2022	2021
	£	£
Bank loans (see note 11)	-	492,702
Other creditors	-	500,000
	<u>-</u>	<u>992,702</u>

**11. LOANS**

An analysis of the maturity of loans is given below:

	2022	2021
	£	£
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	-	492,702

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 MARCH 2022**

**12. PROVISIONS FOR LIABILITIES**

	2022 £	2021 £
Provisions	-	315,000

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

	Unrestricted funds £	Restricted fund £	2022 Total funds £	2021 Total funds £
Fixed assets	-	-	-	4,158,539
Current assets	-	-	-	3,519,866
Current liabilities	-	-	-	(1,442,066)
Long term liabilities	-	-	-	(992,702)
Provision for liabilities	-	-	-	(315,000)
	-	-	-	4,928,637

**14. MOVEMENT IN FUNDS**

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
<b>Unrestricted funds</b>			
General fund	4,181,633	(4,181,633)	-
<b>Restricted funds</b>			
Restricted Funds	747,004	(747,004)	-
<b>TOTAL FUNDS</b>	4,928,637	(4,928,637)	-

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	-	(4,181,633)	(4,181,633)
<b>Restricted funds</b>			
Restricted Funds	-	(747,004)	(747,004)
<b>TOTAL FUNDS</b>	-	(4,928,637)	(4,928,637)

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 MARCH 2022**

**14. MOVEMENT IN FUNDS - continued**

**Comparatives for movement in funds**

	At 1.4.20 £	Net movement in funds £	Transfers between funds £	At 31.3.21 £
<b>Unrestricted funds</b>				
General fund	4,075,921	(194,550)	300,262	4,181,633
<b>Restricted funds</b>				
Restricted Funds	820,951	226,315	(300,262)	747,004
<b>TOTAL FUNDS</b>	<u>4,896,872</u>	<u>31,765</u>	<u>-</u>	<u>4,928,637</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	7,660,544	(7,694,747)	(160,347)	(194,550)
<b>Restricted funds</b>				
Restricted Funds	2,274,274	(1,949,809)	(98,150)	226,315
<b>TOTAL FUNDS</b>	<u>9,934,818</u>	<u>(9,644,556)</u>	<u>(258,497)</u>	<u>31,765</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.4.20 £	Net movement in funds £	Transfers between funds £	At 31.3.22 £
<b>Unrestricted funds</b>				
General fund	4,075,921	(4,376,183)	300,262	-
<b>Restricted funds</b>				
Restricted Funds	820,951	(520,689)	(300,262)	-
<b>TOTAL FUNDS</b>	<u>4,896,872</u>	<u>(4,896,872)</u>	<u>-</u>	<u>-</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 MARCH 2022**

**14. MOVEMENT IN FUNDS - continued**

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	7,660,544	(11,876,380)	(160,347)	(4,376,183)
<b>Restricted funds</b>				
Restricted Funds	2,274,274	(2,696,813)	(98,150)	(520,689)
<b>TOTAL FUNDS</b>	<u>9,934,818</u>	<u>(14,573,193)</u>	<u>(258,497)</u>	<u>(4,896,872)</u>

**15. RELATED PARTY DISCLOSURES**

On 1st April 2021 the charity transferred all of its assets and liabilities to Adferiad Recovery Limited as a donation. All of the charity's operations will be carried out within Adferiad Recovery Limited from this date.

**HAFAL****DETAILED STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 MARCH 2022**

	2022 £	2021 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Donations	-	56,536
<b>Investment income</b>		
Interest receivable - trading	-	488
<b>Charitable activities</b>		
Membership and Fees	-	1,246,827
Grants	-	8,630,967
	-	9,877,794
<b>Total incoming resources</b>	-	9,934,818
<b>EXPENDITURE</b>		
<b>Raising donations and legacies</b>		
Wages	-	68,266
Purchase of goods for sale	-	9,366
	-	77,632
<b>Charitable activities</b>		
Wages	-	7,028,576
Rates and water	-	322,857
Light and heat	-	111,438
Telephone	-	269,895
Postage and stationery	-	116,633
Advertising	-	72,656
Client / Volunteer Costs	-	513,371
Motor Expenses	-	32,287
Travel and Subsistence	-	181,443
Training / Health & Safety	-	82,120
Bad debt provision	-	130,000
Bank interest	-	15,710
Exceptional items	4,928,637	-
	4,928,637	8,876,986
<b>Support costs</b>		
<b>Finance</b>		
Freehold property	-	76,933
Carried forward	-	76,933

This page does not form part of the statutory financial statements

**HAFAL****DETAILED STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 MARCH 2022**

	2022 £	2021 £
<b>Finance</b>		
Brought forward	-	76,933
Long leasehold	-	15,290
Plant and machinery	-	4,384
Fixtures and fittings	-	17,381
Motor vehicles	-	41,751
Computer equipment	-	5,627
	-	161,366
<b>Information technology</b>		
Repairs and renewals	-	147,204
<b>Governance costs</b>		
Auditors remuneration	-	13,431
Accountancy and legal fees	-	367,937
	-	381,368
Total resources expended	<b>4,928,637</b>	9,644,556
Net (expenditure)/income	<b>(4,928,637)</b>	290,262

This page does not form part of the statutory financial statements