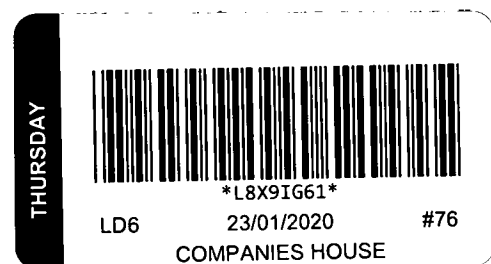




**CARBON TRACKER INITIATIVE LIMITED**  
**(COMPANY LIMITED BY GUARANTEE)**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2019**



Company Registration No. 08906960 (England and Wales)

# CARBON TRACKER INITIATIVE LIMITED

Statement of Financial Position as at 30 April 2019  
Company No. 08906960

	Note	2018/19 £	2017/18 £
Tangible Fixed Assets	4	<u>56,750</u>	<u>32,658</u>
		<u>56,750</u>	<u>32,658</u>
Current assets			
Debtors	5	709,663	396,181
Cash and cash equivalents		<u>638,500</u>	<u>843,089</u>
		<u>1,348,163</u>	<u>1,239,270</u>
Creditors: Amounts falling due within one year	6	<u>882,903</u>	<u>571,546</u>
Net current assets		<u>465,260</u>	<u>667,724</u>
Net assets		<u>522,010</u>	<u>700,382</u>
Funds			
Unrestricted funds		341,366	700,382
Restricted funds		<u>180,644</u>	<u>-</u>
		<u>522,010</u>	<u>700,382</u>

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 have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the Board and were signed on its behalf on 10<sup>th</sup> December 2019



Mark Campanale, Executive Director

**Notes to the financial statements**  
**For the year ended 30 April 2019**

***1 Basis of preparation***

These financial statements are filleted accounts. The full accounts were prepared under the historical cost convention and in accordance with the Companies Act 2006, applicable Accounting Standards in the United Kingdom, Financial Reporting Standard 102 Section 1A, and voluntarily, the Statement of Recommended Practice - "Accounting and Reporting by Charities" (SORP) revised in 2015. Carbon Tracker meets the definition of a public benefit entity under FRS 102.

The Directors have a reasonable expectation that the company has adequate resources to continue its activities for the foreseeable future as reflected in the Report of the Directors. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

**Company status**

Carbon Tracker Initiative Limited is a company limited by guarantee. The sole member of the company is Investor Watch Ltd. In the event of the company being wound up, the liability of the member is limited to £1.

Carbon Tracker Initiative has a 100% owned subsidiary called Carbon Tracker Services Limited.

A U.S. affiliate called Carbon Tracker Initiative Inc was formed on 18th December 2017 with Carbon Tracker Initiative Ltd as its sole member. The application for tax exempt status was submitted to the IRS in December 2017, and the letter of determination was received (confirming 501c3 status) in June 2018.

***2 Accounting policies***

The principal accounting policies are summarised below. They have all been applied consistently throughout the current and preceding periods.

**Fund Accounting**

The company maintains two types of fund:

- |              |  |
|--------------|--|
| Restricted   | where income is received from funders for the use on specific activities. Restricted income funds are to be spent or applied within a reasonable period from their receipt to further a specific purpose of the company. |
| Unrestricted | where funds can be spent for any charitable purpose of the company. Unrestricted funds are spent or applied at the discretion of the Directors to further any of the company's purposes.                                 |

Transfers between funds have been made to transfer assets from unrestricted funds to finance a deficit on a restricted fund, and where restricted funds have been lawfully released and transferred to unrestricted funds.

**Income**

Income is recognised when Carbon Tracker is entitled to the income, where the amount can be measured with reasonable reliability and when receipt is probable.

Performance related grants are recognised in line expenditure incurred being the best measure of performance. Expenditure in excess of cash received is included in the balance sheet as a debtor (as

**Notes to the financial statements (continued)**  
**For the year ended 30 April 2019**

**2 Accounting policies (continued)**

accrued income), with cash received in excess of expenditure being included as a creditor (as deferred income). Unrestricted grants and donations are recognised on receipt.

Other income represents income received from bespoke assignments and speaker fees which is recognised as earned.

**Expenditure**

All expenditure is accounted for on an accruals basis and is recognised where there is a legal or constructive obligation to pay.

Expenditure on charitable activities includes the direct cost of planning, staffing and operating the company's activities. It also includes support costs, which represent costs of providing the organisational services that support the charitable activities.

The majority of costs are directly attributable to specific charitable activities. The remaining costs relate to more than one activity and are apportioned to the three cost categories (fundraising, governance and programmes) in proportion to activity levels and their relative demands on central resources.

Governance costs include all costs of compliance with constitutional and statutory requirements, including legal, audit fees and a percentage of salaries of management.

**Tangible fixed assets**

Tangible fixed assets are stated at cost less any provision for depreciation. Individual fixed assets costing £500 or more are capitalised at cost and are depreciated over their estimated useful economic lives on a straight-line basis as follows:

<b>Asset Category</b>	<b>Annual rate</b>
Computer Equipment	33%

**Intangible fixed assets**

Development costs of Websites are capitalised as an intangible fixed asset only where they lead to the creation of an enduring asset delivering tangible future benefits for the company. Expenditure incurred on maintaining websites is written off as incurred. Website costs are amortised over their estimated useful economic lives on a straight-line basis as follows:

<b>Asset Category</b>	<b>Annual rate</b>
Website & Software Development	33%

**Cash and cash equivalents**

Cash and bank balances represent actual balances at the balance sheet date.

**Notes to the financial statements (continued)**  
**For the year ended 30 April 2019**

**2 Accounting policies (continued)**

**Foreign Currencies**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

**Taxation**

Corporation tax is calculated on trading income using tax rates that have been enacted or substantively enacted by the end of the reporting period.

**3 Employees and Directors**

The average number of persons employed by the company during the year was 23 (2017/18: 19).

**4 Tangible fixed assets**

	Computer Equipment £	Website & Software Development £	Total £
<b>Cost</b>			
As at 1 May 2018	14,543	32,245	46,788
Additions	7,283	39,343	46,626
Disposals	(1,998)	-	(1,998)
As at 30 April 2019	<u>19,828</u>	<u>71,588</u>	<u>91,416</u>
<b>Depreciation</b>			
As at 1 May 2018	5,273	8,857	14,130
Charge for the year	5,710	15,553	21,263
Disposals	(726)	-	(726)
As at 30 April 2019	<u>10,256</u>	<u>24,410</u>	<u>34,666</u>
<b>Net Book Value</b>			
As at 1 May 2018	9,270	23,388	32,658
As at 30 April 2019	<u>9,572</u>	<u>47,178</u>	<u>56,750</u>

**5 Debtors**

	2018/19 £	2017/18 £
Trade debtors	631,740	144,623
Intercompany debtor	7,911	-
Accrued income	31,023	166,205
Prepayments	38,988	85,353
	<u>709,662</u>	<u>396,181</u>

**Notes to the financial statements (continued)**  
**For the year ended 30 April 2019**

**6 Creditors: amounts falling due within one year**

	2018/19	2017/18
	£	£
Trade and other payables	25,352	47,148
Amounts owed to the parent company (Note 16)	23,391	23,391
Accruals	110,677	107,079
Deferred income	624,382	343,637
Other tax and social security	99,101	50,291
Corporation tax payable	-	-
	<b>882,903</b>	<b>571,546</b>

Deferred income occurs when instalments on restricted grants are paid in advance.

Movement on deferred income during the year:

	2018/19	2017/18
	£	£
Balance brought forward	343,637	595,300
Released to income	(343,637)	(583,556)
Received in the year	624,382	331,893
Balance carried forward	<b>624,382</b>	<b>343,637</b>

**7 Analysis of net assets by funds**

	Fixed Assets	Net Current Assets	Total Net Assets
	£	£	£
Restricted Funds	-	180,644	180,644
Unrestricted Funds	56,750	284,616	341,366

**8 Carbon Tracker Services Limited and Carbon Tracker Initiative Inc**

The fully owned subsidiary Carbon Tracker Services Limited had pre-tax loss of £14k at 30 April 2019. The U.S. entity Carbon Tracker Initiative Inc had a pre-tax profit of £169k in the year ended 30 April 2019.

**9 Related party transactions**

The amount owed to the parent company (note 6) is made up of costs incurred by Investor Watch Ltd on behalf of Carbon Tracker Initiative. The balance relates to mobile phone charges totalling £23k due to a historic delay in transferring the relevant phone account to Carbon Tracker.

**10 Auditors Information**

The auditor's report that was included in the annual accounts and reports delivered to the directors was unqualified and unmodified. The audit was carried out on the consolidated Carbon Tracker Initiative Limited accounts by Crowe LLP. The Carbon Tracker group comprises Carbon Tracker Initiative Limited, Carbon Tracker Services Limited and Carbon Tracker Initiative Inc.

The consolidated financial statements were prepared under the historical cost convention and in accordance with the Companies Act 2006, applicable Accounting Standards in the United Kingdom,

**Notes to the financial statements (continued)**  
**For the year ended 30 April 2019**

Financial Reporting Standard 102 and voluntarily, the Statement of Recommended Practice - "Accounting and Reporting by Charities" (SORP) revised in 2015. The directors voluntarily adopted the requirements of this SORP as if the company were a charity as they consider that this is the most appropriate format to give a true and fair view of the company's activities. Carbon Tracker meets the definition of a public benefit entity under FRS 102.

The consolidated accounts were signed by Tim Redwood, Senior Statutory Auditor, on *13 December 2019*