

Company number: 9918302  
Charity Number: 1166811

# SIG Investments

Report and financial statements

For the year ended 31 March 2019

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## SIG Investments

### Reference and administrative information

For the year ended 31 March 2019

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#### Reference and administrative details of the charity, its trustees and advisors

SIG Investments is referred to as SIGI throughout this document. SIGI was incorporated on the 16<sup>th</sup> December 2015 as a company limited by guarantee with Social Interest Group as its only member, therefore making it a subsidiary. It registered with the Charity Commission on the 28<sup>th</sup> April 2016 and commenced trading on the 1<sup>st</sup> October 2016.

#### Directors and Charity Trustees

The directors of SIGI are its trustees for the purposes of charity law and throughout this document are collectively referred to as the trustees. The current trustees and those that served during the period ended 31<sup>st</sup> March 2019 are as follows:

**Chair**  
Stuart Jenkin

**Executive Trustee**  
**Group Chief Executive**  
Gill Arukpe

**Company Secretary**  
Paul Lynas

#### **Registered Office**

1 Waterloo Gardens  
Milner Square  
London  
N1 1TY

#### **Auditor**

Sayer Vincent LLP  
Invicta House  
108 – 114 Golden Lane  
London  
EC1Y 0TL

#### **Bankers**

Lloyds Bank plc  
25 Gresham Street  
London  
EC2V 7HN

#### **Solicitors**

Russell Cooke LLP  
2 Putney Hill  
London  
SW15 6AB

Devonshires LLP  
30 Finsbury Circus  
London  
EC2M 7DT

#### **Company registration number**

9918302 (UK)

#### **Charity registration number**

1166811 (England & Wales)

[www.SIG.org.uk](http://www.SIG.org.uk)

[enquiries@SIG.org.uk](mailto:enquiries@SIG.org.uk)

**Trustees' annual report**

**For the year ended 31 March 2019**

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**Report of the directors**

The directors present their report and the audited financial statements for the year ended 31<sup>st</sup> March 2019.

Reference and administration information set out on page 2 form a part of this report. The financial statements comply with current statutory requirements, the Articles of Association and the Statement of Recommended Practice – Accounting and Reporting by Charities: SORP applicable to charities preparing their accounts in accordance with FRS 102.

**Objectives and Activities**

**Purposes and aims**

The objects of SIGI as set out in the Articles of Association are for the public benefit:

- To relieve people in need, including but not limited to those with mental health illness, those currently suffering from substance misuse or other addictive behaviour patterns, offenders, ex-offenders, the homeless, poor people, aged, disabled (whether physically or mentally) or chronically sick, and to assist and relieve such persons' family, dependants and other carers who are in need as a result of that person's problems including by providing support in the form of housing, or accommodation, or facilities or services including but not limited to medical, social, welfare, rehabilitative, resettlement and care services;
- To promote and improve the efficiency and effectiveness of its charitable holding company and charitable companies in the holding company's Group in fulfilling their charitable objects;
- To promote and improve the efficiency and effectiveness of charities including by the provision and management for such organisations of office or housing or accommodation and other facilities, services and support;
- To further such other exclusively charitable purposes according to the law of England and Wales as the trustees in their absolute discretion from time to time determine.

The trustees review the aims, objectives and activities of the charity each year. This report looks at what the charity has achieved and the outcomes of its work in the reporting period.

The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning its future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives that have been set.

**Activities**

SIGI's principal activity is to buy or lease property on behalf of the Group, and then lease it to Group members at an affordable rent.

**Strategic Report**

**Achievements, performance and beneficiaries of our services**

SIGI's main activities and who it tries to help are described above.

**Financial review**

At the end of the financial period, the charity had unrestricted general reserves of £60k. This results from a small surplus of £17k achieved during the period ended 31<sup>st</sup> March 2019.

Given the status of the charity as a subsidiary undertaking in the Social Interest Group, the wider economic environment and on-going changes and increased competition within the sector, the trustees consider the results to be acceptable.

**Principal risks and uncertainties**

SIGI has a risk management strategy which is overseen by the trustees. The risk register is reviewed quarterly by the Executive Management Team, in consultation with all managers, and subsequently by the trustees.

The principal risks are that the Group has insufficient accommodation and that there is poor control of cash flow. The former is mitigated by a regular review of the property estate and maintaining contacts with search agents. The latter is mitigated by accurate invoicing and efficient debt collection.

Trustees' annual report

For the year ended 31 March 2019

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**Reserves policy and going concern**

The trustees have established the long term level of reserves at £100k which they feel SIGI should have. At 31<sup>st</sup> March 201 they were £60k. Reserves are needed to fund the property holding costs which are not externally financed. The trustees will continue to review the reserves policy and position.

**Structure, governance and management**

SIGI is a company limited by guarantee not having a share capital (Number 9918302) and is registered as a charity with the Charity Commission (Number 1166811). SIGI's governing instruments are its Articles of Association dated 15<sup>th</sup> December 2015. The sole member of SIGI is the Social Interest Group.

All trustees give their time voluntarily and receive no benefits from the charity. Any expenses reclaimed from the charity are set out in note 4 to the accounts.

**Appointment of Trustees**

The trustees are listed on page 2. The non-executive trustee directors hold office for an initial period of three years with the possibility of a second term of three years. The board consists of no fewer than three and no more than five persons appointed by the trustees at any time at a meeting or in writing. No person under the age of 18 may be appointed as a trustee.

Trustees are recruited by the Nominations Committee using specialist recruitment agents and by advertisement. A rigorous interview process takes place, which includes service users. Candidates attend a board meeting and visit projects before being confirmed in post.

**Trustee Induction and Training**

New trustees must familiarise themselves with the content of the Articles of Association, their legal obligations under charity and company law, the organisational structure of SIGI and its recent financial performance. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

**Related parties and relationships with other organisations and staff**

SIGI is a member of the Social Interest Group of which it is a subsidiary. The holding company provides all support functions, senior management and strategic guidance. The chair and trustees of SIGI are trustees of the holding company. SIGI is supported in its charitable objectives by other Social Interest Group companies: Penrose Options and Equinox Care.

**Remuneration policy for key management personnel (noted on page 2)**

The Group Chief Executive's remuneration is set by the Social Interest Group non-executive directors. All other staff are remunerated in accordance with a job evaluation process and market rates, which is reviewed by external consultants.

**Policy for employment of disabled persons**

It is the charity's policy not to discriminate against persons falling under the Disability Discrimination Act 1995 for reasons of their disability whether in, or applying for, employment or in the delivery of services.

The key areas of our policy cover recruitment and employment (disabled applicants not being considered any less favourably on the ground of their disability) service delivery (disabled applicants and service users not being treated less favourably on account of their disability) and information (ensuring information is accessible to all).

**Employee information**

The charity does not yet employ any staff.

**Statement of responsibilities of the Trustees**

The trustees (who are also directors of SIGI for the purposes of company law) are responsible for preparing the trustees' annual report and the financial statements in accordance with applicable law and UK Accounting Standards (FRS 102).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of SIGI and of the incoming resources and application of resources, including the income and expenditure, of SIGI for that period. In preparing these financial statements, the trustees are required to:

Trustees' annual report

For the year ended 31 March 2019

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- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities SORP;
- Make judgements and estimates which are reasonable and prudent;
- State whether the applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Prepare the financial statements on a going concern basis unless it is inappropriate to presume that SIGI will continue in operation.

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

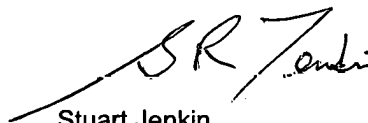
In so far as the trustees are aware:

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

The trustees are responsible for the maintenance and integrity of the corporate and financial information. Legislation in the United Kingdom governing the preparation and dissemination of the financial statements may differ from legislation in other jurisdictions.

Members of the charity guarantee to contribute an amount not exceeding £1 to the assets of the charity in the event of winding up. The total number of such guarantees at the year end was one. The trustees are not members of the charity and have no beneficial interest in it.

The trustees' annual report, which includes the strategic report, was approved by the board of trustees and signed on their behalf on 12 December 2019 by:



Stuart Jenkin  
Chair

## **Independent auditor's report**

**To the members of**

### **SIG Investments**

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#### **Opinion**

We have audited the financial statements of SIG Investments (the 'charitable company') for the year ended 31 March 2019 which comprise the statement of financial activities, balance sheet, statement of cash flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, 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 March 2019 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended
- Have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice
- 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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Conclusions relating to going concern**

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

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

#### **Other information**

The other information comprises the information included in the trustees' annual report, including the strategic report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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

## **Independent auditor's report**

**To the members of**

### **SIG Investments**

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financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

### **Opinions on other matters prescribed by the Companies Act 2006**

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

- The information given in the trustees' annual report, including the strategic report, for the financial year for which the financial statements are prepared is consistent with the financial statements
- The trustees' annual report, including the strategic report, has been prepared in accordance with applicable legal requirements

### **Matters on which we are required to report by exception**

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

### **Responsibilities of trustees**

As explained more fully in the statement of trustees' responsibilities set out in the trustees' annual report, 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.

### **Auditor's 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 auditor's 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

## Independent auditor's report

To the members of

### SIG Investments

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aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

Helen Elliott (Senior statutory auditor)

13 December 2019

for and on behalf of Sayer Vincent LLP, Statutory Auditor

Invicta House, 108-114 Golden Lane, LONDON, EC1Y 0TL



## SIG Investments

### Statement of financial activities (incorporating an income and expenditure account)

For the year ended 31 March 2019

	Note	Unrestricted £'000	2019 Total £'000	Unrestricted £'000	2018 Total £'000
<b>Income from:</b>					
Investments		365	365	75	75
<b>Total income</b>		<u>365</u>	<u>365</u>	<u>75</u>	<u>75</u>
<b>Expenditure on:</b>					
Trading costs		(348)	(348)	(61)	(61)
<b>Total expenditure</b>		<u>(348)</u>	<u>(348)</u>	<u>(61)</u>	<u>(61)</u>
<b>Net income for the year</b>	3	17	17	14	14
<b>Net gain on investments</b>	7	<u>-</u>	<u>-</u>	<u>20</u>	<u>20</u>
<b>Net movement in funds</b>		17	17	34	34
<b>Reconciliation of funds:</b>					
Total funds brought forward		<u>43</u>	<u>43</u>	<u>9</u>	<u>9</u>
<b>Total funds carried forward</b>		<u>60</u>	<u>60</u>	<u>43</u>	<u>43</u>

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above. Movements in funds are disclosed in Note 10a to the financial statements.

# SIG Investments

## Balance sheet

Company no. 9918302

As at 31 March 2019

	Note	£'000	2019 £'000	£'000	2018 £'000
<b>Fixed assets:</b>					
Investment properties	7		450		450
			<u>450</u>		<u>450</u>
<b>Current assets:</b>					
Debtors		1		-	
Cash at bank and in hand		25		5	
		<u>26</u>		<u>5</u>	
<b>Liabilities:</b>					
Creditors: amounts falling due within one year		(2)		-	
				<u></u>	
<b>Net current assets</b>			<u>24</u>		<u>5</u>
<b>Total assets less current liabilities</b>			<u>474</u>		<u>455</u>
Creditors: amounts falling due after one year	8		(414)		(412)
			<u></u>		<u></u>
<b>Total net assets</b>			<u>60</u>		<u>43</u>
<b>The funds of the charity:</b>	10a				
Unrestricted income funds:					
General funds		60		43	
		<u></u>		<u></u>	
Total unrestricted funds			<u>60</u>		<u>43</u>
			<u></u>		<u></u>
<b>Total charity funds</b>			<u>60</u>		<u>43</u>

Approved by the trustees on 12 December 2019 and signed on their behalf by



Stuart Jenkin  
Chair

# SIG Investments

## Statement of cash flows

For the year ended 31 March 2019

	2019 £'000	£'000	2018 £'000	£'000
<b>Cash flows from operating activities</b>				
Net income for the reporting period (as per the statement of financial activity):	17		34	
(Gain) on revaluation of investment property	-		(20)	
Dividends, interest and rents from investments	(365)		(75)	
(Increase) in debtors	(1)		-	
Increase/(decrease) in creditors	4		(14)	
	<hr/>		<hr/>	
<b>Net cash used in operating activities</b>		(345)		(75)
<b>Cash flows from investing activities:</b>				
Dividends, interest and rents from investments	365		75	
	<hr/>		<hr/>	
<b>Net cash provided by investing activities</b>		365		75
		<hr/>		<hr/>
<b>Change in cash and cash equivalents in the year</b>		20		-
		<hr/>		<hr/>
<b>Cash and cash equivalents at the beginning of the year</b>		5		5
		<hr/>		<hr/>
<b>Cash and cash equivalents at the end of the year</b>		25		5
		<hr/>		<hr/>

**1 Accounting policies**

**a) Statutory information**

SIG Investments is a charitable company limited by guarantee and is incorporated in England & Wales.

The registered office is 1 Waterloo Gardens, Milner Square, London, N1 1TY.

**b) Basis of preparation**

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) (September 2015) and the Companies Act 2006.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy or note.

In applying the financial reporting framework, the trustees have made a number of subjective judgements, for example in respect of significant accounting estimates. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The nature of the estimation means the actual outcomes could differ from those estimates. Any significant estimates and judgements affecting these financial statements are detailed within the relevant accounting policy below.

**c) Public benefit entity**

The charitable company meets the definition of a public benefit entity under FRS 102.

**d) Going concern**

The trustees consider that there are no material uncertainties about the charitable company's ability to continue as a going concern.

The financial statements are drawn up on a going concern basis despite having net liabilities due to the inter-company loan relating to the transfer of the freehold property in 2016/17. The Social Interest Group will not recall the inter-company balances within the next 12 months, unless the trustees deem that SIGI can afford to repay the balances. In addition, the trustees of both Social Interest Group and Penrose Options have expressed their intention to continue to provide support to SIGI, including providing working capital, for the foreseeable future. For this reason, the trustees are satisfied this does not affect the going concern status of the charity.

The trustees do not consider that there are any sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period.

**e) Income**

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the income have been met, it is probable that the income will be received and that the amount can be measured reliably.

Income from government and other grants, whether "capital" grants or "revenue" grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income received in advance of the provision of a specified service is deferred until the criteria for income recognition are met.

**f) Interest receivable**

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

**1 Accounting policies (continued)**

**g) Fund accounting**

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund. Unrestricted funds are donations and other income received or generated for the charitable purposes.

**h) Expenditure and irrecoverable VAT**

Expenditure is recognised once there is a legal obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Expenditure on trading activities represents the cost of leasing property.

Expenditure on charitable activities includes the costs of delivering services undertaken to further the purposes of the charity and their associated support costs.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

**i) Operating leases**

Rental charges are charged on a straight line basis over the term of the lease.

**j) Investment properties**

Investment properties are measured initially at cost and subsequently included on the balance sheet at fair value. Investment properties are not depreciated. Any change in fair value is recognised in the statement of financial activities.

**k) Debtors**

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

**l) 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. Cash balances exclude any funds held on behalf of service users.

**m) Creditors and provisions**

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

**n) Financial instruments**

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

**2 Income from Investments**

***Charitable activities – supporting vulnerable people***

SIGI's activities are to promote and improve the efficiency and effectiveness of Group charities by the provision and management for such organisations of office, housing or accommodation and other facilities, services and support.

## SIG Investments

### Notes to the financial statements

For the year ended 31 March 2019

#### 3 Net income / (expenditure) for the year

This is stated after charging / (crediting):

	2019 £'000	2018 £'000
Operating lease rentals:		
Property	328	61
Operating lease rentals receivable:		
Property	365	75
Auditor's remuneration (excluding VAT):		
Audit	3	2

#### 4 Trustee remuneration and expenses, and the cost of key management personnel

The key management personnel are the Group and Deputy Group Chief Executive, who are employed and remunerated through Social Interest Group as disclosed in its financial statements.

The charity trustees were neither paid nor received any other benefits from employment with the charity in the year (2018: £nil). No charity trustee received payment for professional or other services supplied to the charity (2018: £nil).

Trustees' expenses represents the payment or reimbursement of travel and subsistence costs totalling £nil (2018: £nil).

#### 5 Related party transactions

Income of £344,000 (2018: £75,000) is rent from Penrose Options £172,000 (2018: £75,000) and Equinox Care £172,000 (2018: Nil) who are members of the same Group.

SIG Investments was charged £19,000 for central office functions provided by the parent charity Social Interest Group (2018: Nil)

SIG Investments received a donation of £Nil from the parent charity. (2018: £Nil)

SIGI owed £414,000 to Social Interest Group, the parent charity at the year end. (2018: owed £412,000)

#### 6 Taxation

SIG Investments is a registered charity and is exempt from Corporation Tax on its charitable income as it is spent on charitable purposes.

The Charity is part of the Social Interest Group VAT registration. However, as virtually 100% of its income is exempt, the VAT on purchases is irrecoverable and therefore included in expenditure.

# SIG Investments

## Notes to the financial statements

For the year ended 31 March 2019

### 7 Investment properties

	2019 £'000	2018 £'000
Fair value at the start of the year	450	430
Additions	-	-
Disposals	-	-
Revaluation during the year	-	20
Fair value at the end of the year	450	450
Cost at the end of the year	430	430

### 8 Creditors: amounts falling due after one year

The creditors due after one year are amounts due to the parent undertaking, Social Interest Group, and relate to the transfer of the freehold property during the prior period, and for management fees payable. This debt will be paid when the property is sold. The debt is not subject to any interest payment and is not

### 9a Analysis of net assets between funds (current year)

	General unrestricted £'000	Total funds £'000
Investment properties	450	450
Net current assets	24	24
Creditors: amounts falling due after one year	(414)	(414)
Net assets at 31 March 2019	60	60

### 9b Analysis of net assets between funds (prior year)

	General unrestricted £'000	Total funds £'000
Investment properties	430	430
Net current assets	5	5
Creditors: amounts falling due after one year	(412)	(412)
Net assets at 31 March 2018	23	23

## SIG Investments

### Notes to the financial statements

#### For the year ended 31 March 2019

##### 10a Movements in funds (current year)

	At 1 April 2018 £'000	Income & gains £'000	Expenditure & losses £'000	Transfers £'000	At 31 March 2019 £'000
General funds:	43	365	(348)	-	60
<b>Total funds</b>	<b>43</b>	<b>365</b>	<b>(348)</b>	<b>-</b>	<b>60</b>

##### 10b Movements in funds (prior year)

	At 31 March 2017 £'000	Income & gains £'000	Expenditure & losses £'000	Transfers £'000	At 31 March 2018 £'000
General funds:	9	95	(61)	-	43
<b>Total funds</b>	<b>9</b>	<b>95</b>	<b>(61)</b>	<b>-</b>	<b>43</b>

##### 11 Operating lease commitments payable as a lessee

The charity's total future minimum lease payments under non-cancellable operating leases is as follows for each of the following periods

	Property 2019 £'000	2018 £'000
Less than one year	328	246
One to five years	919	917
	<b>1,247</b>	<b>1,163</b>

##### 12 Operating lease commitments receivable as a lessor

Amounts receivable by the charity under non-cancellable operating leases are as follows for each of the following periods

	Property 2019 £	2018 £
Less than one year	5	-
One to five years	-	-
Over five years	-	-
	<b>5</b>	<b>-</b>

##### 13 Guarantees and ultimate parent undertaking

SIGI is a company limited by guarantee not having a share capital. The Social Interest Group became the sole member of SIGI on 16 December 2015. Each member has guaranteed to pay £1 in the event that SIGI was wound up (2017/18: one). Social Interest Group is the ultimate parent undertaking. Its charity registered number is 1158402. Its company registered number is 9122052. Its registered office is: 1 Waterloo Gardens, Milner Square, London N1 1TY.