

# Financial Statements

## FUSE Enterprise Community

### Interest Company

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For the year ended 31 March 2018

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Company No. 09516046

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## Company information

<b>Company registration number :</b>	09516046
<b>Registered office :</b>	Colliers Way Old Park Telford Shropshire TF3 4AW
<b>Directors :</b>	Christopher Barker (resigned 30 March 2018) Arwyn Jones (resigned 30 March 2018) Steven Price (resigned 30 March 2018) Esther Wright (Chair) Doug Wright (resigned 31 December 17) Anne Ward (appointed 30 March 2018)
<b>Secretary :</b>	Catherine Rogerson
<b>Bankers :</b>	Barclays Bank PLC 23 Church Street Wellington Telford TF1 1DQ
<b>Auditors :</b>	Grant Thornton UK LLP Chartered Accountants, Registered Auditors 4 Hardman Square Spinningfields Manchester M3 3EB

## Report of the directors

The directors present their report together with the audited financial statements for the year ended 31 March 2018.

### **Principal activity**

The company was incorporated on 28 March 2015 and began trading on 1 April 2015. The principal activities of the company are the operation of social enterprises and the provision of consultancy services to potential or existing social enterprise businesses.

### **Directors**

The present directors of the company are set out on page 1. All directors served throughout the year and up to the date of this report except where otherwise stated.

### **Statement of directors' responsibilities**

The directors are responsible for preparing the report of the directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable laws including FRS102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs and profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

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

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the 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 company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors confirm that:

- so far as each director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- the directors have taken all steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

## Report of the directors (continued)

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

### **Going concern**

As part of the restructure of The Wrekin Housing Group Limited, of which FUSE Enterprise Community Interest Company is a wholly owned subsidiary, the intention is to transfer all of the activities of the company into The Wrekin Housing Trust Limited. The directors believe that there is a reasonable expectation that those activities will continue for the foreseeable future, being a period of at least 12 months after the date on which this report and financial statements are signed. Once the transfer of activities is complete the intention is to maintain FUSE Enterprise Community Interest Company as a dormant entity within The Wrekin Housing Group Limited.

### **Group structure**

FUSE Enterprise Community Interest Company is currently a wholly owned subsidiary of The Wrekin Housing Group Limited. As part of the wider restructure of the group, the intention is for all activities of the company to transfer into The Wrekin Housing Trust Limited.

Since the year end, the previous board members of FUSE Enterprise Community Interest Company have resigned and been replaced by members of The Wrekin Housing Group Board. This enables the boards of those organisations to operate co-terminously until the restructure is completed.

### **Auditors**

In accordance with section 489 of the Companies Act 2006, a resolution to reappoint Grant Thornton UK LLP as auditors will be proposed at the forthcoming Annual General Meeting.

### **Small company provisions**

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

### **Approval**

The report of the directors was approved by the Board on 3rd September 2018 and signed on its behalf by:



Catherine Rogerson  
Company Secretary

# Independent auditor's report to the members of FUSE Enterprise Community Interest Company

## Opinion

We have audited the financial statements of FUSE Enterprise Community Interest Company (the 'company') for the year ended 31 March 2018 which comprise the statement of comprehensive income, statement of changes in reserves, statement of financial position 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 company's affairs as at 31 March 2018 and of its profit 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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the 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.

## Who we are reporting to

This report is made solely to the 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 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

## 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 directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the 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.

## Independent auditor's report to the members of FUSE Enterprise Community Interest Company (continued)

### **Other information**

The directors are responsible for the other information. The other information comprises the information included in the report of the directors other than the financial statements and our auditor's 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.

### **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 report of the directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the report of the directors has been prepared in accordance with applicable legal requirements.

### **Matter on which we are required to report under the Companies Act 2006**

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

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

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 directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors 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 report of the directors and from the requirement to prepare a strategic report.

## Independent auditor's report to the members of FUSE Enterprise Community Interest Company (continued)

### **Responsibilities of directors for the financial statements**

As explained more fully in the directors' responsibilities statement set out on page 2, the directors 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 directors 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 directors are responsible for assessing the 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 directors either intend to liquidate the 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 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 auditor's report.

*Grant Thornton UK LLP*

**Joanne Love**  
Senior Statutory Auditor  
for and on behalf of Grant Thornton UK LLP  
Statutory Auditor, Chartered Accountants  
**Manchester**

3<sup>rd</sup> September 2018



## Statement of comprehensive income

	<b>Note</b>	<b>2018</b> <b>£</b>	<b>2017</b> <b>£</b>
<b>Turnover</b>		572,871	700,455
Cost of Sales		<u>(83,497)</u>	<u>(217,958)</u>
<b>Gross Profit</b>		489,374	482,497
Administrative expenses		(464,622)	(606,923)
Donation received		129,000	-
		<u>                    </u>	<u>                    </u>
<b>Profit/(loss) on ordinary activities before taxation</b>		153,752	(124,426)
Taxation		<u>-</u>	<u>-</u>
		<u>                    </u>	<u>                    </u>
<b>Profit/(loss) and total comprehensive income</b>		<u><u>153,752</u></u>	<u><u>(124,426)</u></u>

## Statement of changes in reserves

	<b>Called Up Share Capital</b> <b>£</b>	<b>Profit and loss account</b> <b>£</b>	<b>Total</b> <b>£</b>
Balance at 31 March 2016	1	-	1
Deficit for the year	-	(124,426)	(124,426)
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Balance at 31 March 2017	1	(124,426)	(124,425)
Profit for the year	-	153,752	153,752
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Balance at 31 March 2018	<u><u>1</u></u>	<u><u>29,326</u></u>	<u><u>29,327</u></u>

## Statement of financial position

	Note	2018 £	2017 £
<b>Tangible assets</b>	4	1,831	3,663
<b>Current assets</b>			
Debtors	5	50,519	50,898
Cash at bank and in hand		91,636	70,899
		<u>142,155</u>	<u>121,797</u>
<b>Creditors: amounts falling due within one year</b>	6	(114,659)	(249,885)
<b>Net current assets/(liabilities)</b>		<u>27,496</u>	<u>(128,088)</u>
<b>Net assets/(liabilities)</b>		<u>29,327</u>	<u>(124,425)</u>
<b>Capital and reserves</b>			
Called up share capital	7	1	1
Profit and loss account	8	<u>29,326</u>	<u>(124,426)</u>
<b>Equity shareholders' funds/(deficit)</b>		<u>29,327</u>	<u>(124,425)</u>

The financial statements have been prepared in accordance with applicable United Kingdom accounting standards, including Financial Reporting Standard 102 section 1A- 'The Financial reporting Standard applicable in the United Kingdom and Republic of Ireland for smaller entities' ('FRS102 1A'), and with the provisions applicable to small companies within Part 15 of the Companies Act 2006.

The financial statements were approved by the Board of Directors on 3<sup>rd</sup> September 2018 and signed on their behalf by:



Anne Ward  
Director

**Company number: 09516046**

The accompanying notes form part of these financial statements.

# Notes to the financial statements

## **1 Accounting policies**

### **Company information**

The company is a private company limited by shares and is registered in England and Wales as a Community Interest Company, registration number 09516046. Its registered office is Coliers Way, Old Park, Telford, TF3 4AW.

### **Statement of compliance**

The financial statements have been prepared under the historical cost convention and in accordance with Section 1A of FRS102- 'The Financial reporting Standard applicable in the United Kingdom and republic of Ireland (FRS102 1A)', and with the Companies Act 2006.

Fuse CIC constitutes a public benefit entity as defined by FRS102.

### **Going concern**

As part of the restructure of The Wrekin Housing Group Limited, of which FUSE Enterprise Community Interest Company is a wholly owned subsidiary, the intention is to transfer all of the activities of the company into The Wrekin Housing Trust Limited. The directors believe that there is a reasonable expectation that those activities will continue for the foreseeable future, being a period of at least 12 months after the date on which this report and financial statements are signed.

### **Tangible Assets**

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is calculated to write down the cost less estimated residual value of all tangible fixed assets, over their expected useful lives, using the straight-line method. The rates applicable are:

- Plant, machinery and vehicles -2-5 years.

### **Stock**

Stock is valued at the lower of cost and net realisable value.

### **Debtors**

Short term debtors are measured at transaction price less any impairment.

### **Creditors**

Short term trade creditors are measured at transaction price.

### **Turnover**

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services.

## Notes to the financial statements (continued)

### 2 Operating profit

	2018 £	2017 £
Operating profit is arrived at after charging:		
Operating lease rentals	4,671	-
Auditors' remuneration in respect of audit services	<u>2,760</u>	<u>2,680</u>

### 3 Employees

The average number of employees, including directors, during the year was as follows:

	2018 £	2017 £
Employees:		
-Office	10	9
-Trade	9	9
	<u>19</u>	<u>18</u>

### 4 Tangible Assets

	Plant and machinery and vehicles £	Total £
<b>Cost</b>		
At 1 April 2017	3,663	3,663
Additions	2,300	2,300
At 31 March 2018	<u>5,963</u>	<u>5,963</u>
<b>Depreciation and impairment</b>		
At 1 April 2017	-	-
Charged in year	4,132	4,132
At 31 March 2018	<u>4,132</u>	<u>4,132</u>
<b>Net book value</b>		
At 31 March 2017	<u>3,663</u>	<u>3,663</u>
At 31 March 2018	<u>1,831</u>	<u>1,831</u>

## Notes to the financial statements (continued)

### 5 Debtors

	2018	2017
	£	£
Trade debtors	10,209	8,108
Amount owed by group undertakings	37,577	22,950
Prepayments and accrued income	2,732	19,839
Called up share capital not paid	1	1
	<u>50,519</u>	<u>50,898</u>

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

	2018	2017
	£	£
Trade creditors	10,428	5,768
Amounts owed to group undertakings	91,962	220,723
Other creditors	1,281	60
Other taxation and social security	96	209
Accruals and deferred income	10,892	23,125
	<u>114,659</u>	<u>249,885</u>

### 7 Share Capital

	Authorised	Allotted not paid
	2018	2018
	£	£
Ordinary shares of £1 each	<u>1</u>	<u>1</u>

### 8 Reserves

The profit and loss account reserves include all current and prior period profits and losses.

### 9 Parent company and ultimate controlling party

The ultimate parent company is The Wrekin Housing Group Limited, which is a community benefit society in England.

A copy of the consolidated group accounts is publicly available from the company's registered office as shown on page 1.

## Notes to the financial statements (continued)

### **10 Transactions with related parties**

The company has taken advantage of the exemptions available under Section 1A of FRS102 from disclosing transactions with other wholly owned members of the Group headed by The Wrekin Housing Group Limited.

None of the directors received any remuneration for their services provided to the company (2017: £ nil)

Key management personnel (the Managing Director) received no remuneration via the company for services provided. (2017: £nil).

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# CIC 34

## Community Interest Company Report

*Please  
complete in  
typescript, or  
in bold black  
capitals*

**For official use**  
*(Please leave blank)*

**Company Name in  
full**

Fuse Enterprise CIC

**Company Number**

9516046

**Year Ending**

01/04/17 – 31/03/18

This template illustrates what the Regulator of Community Interest Companies considers to be best practice for completing a simplified community interest company report. All such reports must be delivered in accordance with section 34 of the Companies (Audit, Investigations and Community Enterprise) Act 2004 and contain the information required by Part 7 of the Community Interest Company Regulations 2005. For further guidance see chapter 8 of the Regulator's guidance notes and the alternate example provided for a more complex company with more detailed notes.

**(N.B. A Filing Fee of £15 is payable on this document. Please enclose a cheque or postal order payable to Companies House)**

**PART 1 - GENERAL DESCRIPTION OF THE COMPANY'S ACTIVITIES AND IMPACT**

In the space provided below, please insert a general account of the company's activities in the financial year to which the report relates, including a description of how they have benefited the community.

*FUSE Enterprise CIC offers organisations and individuals the opportunity to generate and develop new social enterprise initiatives and develop and grow them in a sustainable way whilst measuring and reporting on social impact and value. FUSE delivers results through a portfolio of services including consultancy, feasibility and business planning, facilitation and visioning, consultation and engagement, marketing and communications and project management.*

*We continue to work with communities and manage projects around asset transfers. We have supported communities and the third sector to realise ambitions through right to bid, right to build, right to challenge, develop partnerships, reporting and measuring social value and impact by developing frameworks for the collection, monitoring and evaluation of social value.*

*FUSE social enterprises work on the model of providing work experience and training opportunities for disadvantaged unemployed adults to improve employment chances through volunteer programmes and community engagement activities. We deliver activities and opportunities designed to build confidence, improve well being, community cohesion and resilience.*

*(If applicable, please just state "A social audit report covering these points is attached").*

***(Please continue on separate continuation sheet if necessary.)***



**PART 2 – CONSULTATION WITH STAKEHOLDERS** – Please indicate who the company's stakeholders are; how the stakeholders have been consulted and what action, if any, has the company taken in response to feedback from its consultations? If there has been no consultation, this should be made clear.

*The stakeholders are the community, the board of directors and the FUSE management team.*

*We hold bi monthly board meetings and annual strategy sessions. The management team meet monthly and the Managing Director has regular monthly meetings with project managers.*

*Newsletters and literature has been produced to inform our community stakeholders of our activities. We have a website that encourages feedback and comment. Other than this consultation is carried out through work we undertake in communities, where we consult on specifics*

*(If applicable, please just state "A social audit report covering these points is attached").*

**PART 3 – DIRECTORS' REMUNERATION** – if you have provided full details in your accounts you need not reproduce it here. Please clearly identify the information within the accounts and confirm that, "There were no other transactions or arrangements in connection with the remuneration of directors, or compensation for director's loss of office, which require to be disclosed" (See example with full notes). If no remuneration was received you must state that "no remuneration was received" below.

*No remuneration was received.*

**PART 4 – TRANSFERS OF ASSETS OTHER THAN FOR FULL CONSIDERATION** – Please insert full details of any transfers of assets other than for full consideration e.g. Donations to outside bodies. If this does not apply you must state that "no transfer of assets other than for full consideration has been made" below.

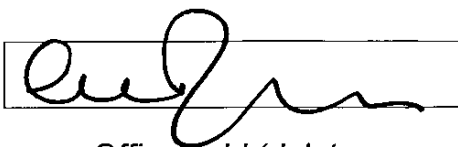
*No transfer of assets other than for full consideration has been made.*

*(Please continue on separate continuation sheet if necessary.)*

## PART 5 – SIGNATORY

**The original report must be signed by a director or secretary of the company**

Signed



Date **3.12.18**

*Office held (delete as appropriate) Director/Secretary*

You do not have to give any contact information in the box opposite but if you do, it will help the Registrar of Companies to contact you if there is a query on the form. The contact information that you give will be visible to searchers of the public record.

**c/o The Wrekin Housing Trust**

**Colliers Way**

**Old Park**

Telford

Tel: **01952 217006**

DX Number

DX Exchange

**When you have completed and signed the form, please attach it to the accounts and send both forms by post to the Registrar of Companies at:**

*For companies registered in England and Wales:* Companies House, Crown Way, Cardiff, CF14 3UZ  
DX 33050 Cardiff

*For companies registered in Scotland:* Companies House, 4<sup>th</sup> Floor, Edinburgh Quay 2, 139  
Fountainbridge, Edinburgh, EH3 9FF DX 235 Edinburgh or LP – 4 Edinburgh 2

*For companies registered in Northern Ireland:* Companies House, 2nd Floor, The Linenhall, 32-38  
Linenhall Street, Belfast, BT2 8BG

The accounts and CIC34 **cannot** be filed online

**(N.B. Please enclose a cheque for £15 payable to Companies House)**