KILCANNON INDUSTRIES LIMITED

DIRECTORS REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 31ST DECEMBER 2015

KILCANNON INDUSTRIES LIMITED

REPORT AND ACCOUNTS 2015

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KILCANNON INDUSTRIES LIMITED

DIRECTORS AND OTHER INFORMATION

BOARD OF DIRECTORS

Mr P J Darcy (Chairman)
Mr M White (Joint Treasurer)
Mr D Wrafter (Joint Treasurer)
Mr M Bennett
Mr D. Kavanagh
Mr P. Kelly
Mr J. Murphy
Ms G Redmond
Mrs M. Redmond
Mrs M Whitford Carroll
Mr J McCauley

BANKERS

Bank of Ireland
Abbey Square
Enniscorthy
Co Wexford.

SECRETARY & REGISTERED OFFICE

Mrs M. Doyle
Kilcannon
Dublin Road
Enniscorthy
Co. Wexford.

SOLICITORS

John A Sinnott & Co.
Market Square
Enniscorthy
Co Wexford.

AUDITORS

Sheil Kinnear Limited
Chartered Accountants
Sinnottstown Business Park
Drinagh
Wexford.

KILCANNON INDUSTRIES LIMITED

REPORT OF THE DIRECTORS

Background structure and governance

Kilcannon Industries was established in 1983 as a sister company of CWCW(E)LTD. This venture was aimed at providing further employment opportunities in a commercial environment and on an integrated basis for those who had progressed beyond the services on offer in Bellefield.

The Garden Centre was opened in 1997 and received a Certificate of Merit in the An Bord Glas Garden Centre Awards in 1998. The Garden Centre and Restaurant today hold a three star rating from An Bord Bia. The Garden Centre stocks a large range of plants, trees, shrubs, pots and water plants as well as having a range of gift items and cards. An attractive Christmas display of decorations is very popular come November/December each year and in the last few years staff, volunteers and service users have developed and operated a Santa Village which is open to the public. A Landscaping and Garden Maintenance Service is also available and this is proving a very successful venture.

The restaurant in Kilcannon was opened in 2005 and has capacity for 60 people, serving a full menu throughout the day. The restaurant is a training and simulated commercial environment offering delicious food at affordable prices. The restaurant is at the back of the garden centre, located at the heart of a busy industrial estate. It attracts a large lunch time crowd from many of the businesses located nearby. The Restaurant serves as an ideal training ground for clients who are interested in working in the catering area.

In the last couple of years some local firms have outsourced some work to us and this has been proving very successful in retaining our work force due to the seasonality of our other enterprises.

Services Include:

- New Directions day programme.
- Vocational Training Day Programme
- Social and Recreational Services
- Social Enterprises providing Employment and Work Experience to People with Intellectual Disabilities
- Retail Services including award winning Garden Centre and Restaurant

Kilcannon Industries Ltd. provides services and supports which are funded and monitored by DSP, HSE,Pobal and SOLAS. Kilcannon Industries Ltd is a voluntary body, governed by a Board of Directors, the majority of who are business people with representation by parents of service users. Voluntary Board Members have played a significant role in the growth and development of Kilcannon Industries Ltd. over the years. Today the Board consists of 11 members coming from different sections of society and all having a strong desire to improve the quality of life of those with disability.

Kilcannon Industries Ltd is a FETAC Accredited Training Centre. A Community Employment Scheme for the organisation is administered from Kilcannon by our CE Supervisor. The participants work alongside and act as support workers to our service users in our enterprise areas and our care areas. The programme has been running successfully for twenty years and is a significant contributor to our day service programme. We have also successfully recruited some very competent staff who were once participants on the scheme. The staff and management of Kilcannon Industries Ltd together with over 50 volunteers are fully committed to encouraging and assisting people who avail of the service to achieve social and personal fulfilment through involvement in a holistic program which includes Education, Work, Recreation, Community Participation, Employment options and Personal Development to suit each individuals needs.

Directors and other information:

CWCW (E) Ltd Group comprises 5 private companies, CWCW Ltd. CWCW(E)Ltd. CWCW Social Economy Ltd. Kilcannon Industries Ltd. and Kilcannon Nurseries Ltd. limited by guarantee governed by a Board of Directors who in turn has appointed a Chief Executive Officer (CEO) to manage the running of the various elements of the companies and their activities. A number of Managers support the CEO and are responsible for the respite, residential and day services, training and occupational services, the Kilcannon project, group HR and finally group finances and administration.

The Board of Directors comprises as follows:-
Chairperson: Mr PJ Darcy – Retired CEO Co Wexford Farmers Co-op (Accountant)

Joint Treasurers: Mr Michael White (Retail owner) and Mr David Wrafter (Retired Bank Manager)

Board of Directors: Mr John Murphy (Solicitor), John A Sinnott & Co, Mr Pat Kelly (insurance broker), Mary Whitford Carroll (business woman), Dermot Kavanagh (retail owner), Mary Teresa Redmond (parent of child with disability), Gretta Redmond (retired ACNO, HSE), Mr. Michael White (retail owner), Mr David Wrafter (retired Bank Manager), Mr Michael Bennett (business owner), Mr J McCauley (retired business owner).

Chief Executive: Mr Trevor Jacob (holds an MBA from UCD)

Company Secretary: Mrs Maria Doyle (A fellow member of the Institute of Chartered Accountants in Ireland).

In 2015 Mary Whitford Carroll, PJ Darcy, Gretta Redmond and Michael Bennett retired by rotation in accordance with the articles of association (Article 35). They offered themselves for re election and were duly elected by the Board.

Objectives and Activities of the Charity

Our Vision: A future where we can provide a dynamic and innovative range of supports and services to enable our service users lead a normal life.

Our Mission:

- Providing training for disabled people suitable for competitive employment
- Providing sheltered work for those not capable of meeting the normal demands of industry.
- Enabling and empowering people with disabilities to live the life of their choice to their utmost potential.

Strategy 2016 to 2017:

Our Strategy is to maintain our existing level and quality of services in the ongoing difficult economic climate. Our primary aim is to secure the future of the organisation by maintaining and expanding our statutory funding levels from various government departments that support our services and ultimately our service users. We want to ensure the continued local support for our social enterprises by making sure they are attractive for the public to support which will ultimately maintain and develop our employment, training and work experience services for our service users.

Main activities of the year:

2015 was our first year without a HSE budget cut, previous to this we had seven years of budget cuts making a cumulative HSE budget cut of 15.95 %.

Day Services: We have offered employment to service users and some have made a successful transition to fulltime employees within the organisation, while being supported by our staff and volunteers. The day service programme we are offering now includes a lot more options such as education, recreation, community participation etc. In 2013 we initiated a one year pilot mainstreaming project with Enniscorthy Enterprise Centre where the lecture part of our 'Intuition' Vocational Training Programme is being carried out. The participants are supported in a mainstream third level environment and feedback has been positive to date and we plan to continue this for 2016.

Social Enterprises: Positively our Community Services programme (CSP) business plan funded by Pobal was approved up to 2017. We plan to develop and enhance Kilcannon as the social enterprise component of the whole organisation. In addition the activities in the enterprise areas give valuable work experience to people with disabilities from the rest of the service. We also continue to build trading partnerships with other local business and we are carrying out an increased amount of contract work on behalf of one particular firm. The value of this business is hard to quantify in social terms but safe to say it helps secure marginalised people in employment who otherwise would struggle to gain employment in the open labour market.

Capital Developments:

During the year we commissioned an Architect to come up with a concept to improve the front of the Kilcannon Premises. We have started by expanding the customer car parking area in front of the premises.

Staff Training: We invested significant resources in staff training throughout 2015 so as to ensure our staff, volunteers and management are skilled to deal with challenging situations that are presenting due to changing needs, less resources, increased compliance and change in service delivery.

Advocacy: Our service user advocacy committee meets regularly and is influencing how we deliver our services. This forum is beneficial to all as it initiates some projects that are carried out during the year, for example healthy eating campaigns, Fun day fundraiser Christmas party etc.

Parent Forum: Is up and running after its first full year of operation. The elected representatives met regularly during the year and met members of the management team on relevant issues during the year. It is now called the CWCW & Kilcannon Parent and Family Forum We support this initiative as it is important that all stakeholders have a voice in how our services develop to meet the needs of service users and their families, within the constraints we operate in.

Future Developments and outlook for 2016:

We have agreed a budget for 2016 and our target is a cumulative breakeven for both CWCW(E)LTD and Kilcannon Industries Ltd.

In 2015 we decided to transfer all commercial activities to Kilcannon Industries Limited.

The key challenges facing directors, management, staff and volunteers is to ensure our income targets are met particularly in our enterprise areas and we control our costs. We have to maximise all our numbers of service users to ensure vacancies are filled with eligible and suitable referrals. We also have to influence our funders to ensure our existing budgets are not cut but increased to allow for changing need of our ageing population and to maintain our service environment for day attendee's trainees and employees.

Facilities:
In 2016 we plan to do necessary repairs and small enhancements to buildings, training and retail areas for the benefit of service users, customers and staff.

In addition to progressing the new concept of front of premises there is also a need to improve the facilities for the New Directions programme. The board have approved the involvement of a QS and Architect to design and cost improvements to both projects. The plan is to be ready to progress when relevant grant aid becomes available. Kilcannon is a very integrated facility with the general public due to the nature of its enterprises and public using the restaurant and meeting rooms. This is a very positive environment for a New Directions Hub.

Day Services: We aim to continue the management of change in line with 'New Directions' and from the needs identified in individual's Person Centred Plans (PCP's). We anticipate increasing need for employment hours, further education and training, community participation and recreational opportunities that are not normally accessible.

Summary: 2016 will be another challenging year as there is an extra financial cost in meeting increased compliance levels and to date there has been no additional funding to meet these costs. However we remain optimistic because as always the general public and local community continue to support our social enterprises, which provide necessary training, work experience and employment for our service users.

Directors:

PJ Darcy P. Darcy

Michael White Michael White

Date: 15th March 2016

KILCANNON INDUSTRIES LIMITED

STATEMENT OF DIRECTORS RESPONSIBILITIES

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

Irish Company law requires the directors to prepare financial statements for each financial year. Under the law the directors have elected to prepare the financial statements in accordance with Companies Act 2014 and accounting standards issued by the Financial Reporting Council, (and promulgated by Chartered Accountants Ireland) including FRS 102 The Financial Reporting Standard applicable in the UK and Ireland (Generally Accepted Accounting Practice in 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 assets, liabilities and financial position of the company as to the financial year end and of the profit or loss of the company for the financial year and otherwise comply with the Companies Act 2014.

In preparing those financial statements, the directors are required to:

- Select suitable accounting policies and then apply them consistently
- Make judgements and estimates that are reasonable and prudent
- State whether the financial statements have been prepared in accordance with applicable accounting standards, identify those standards and note the effect and the reasons for any material departure from those standards
- Prepare the financial statement on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for ensuring that the company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the company, enable at any time the assets, liabilities, financial position and profit or loss of the company to be determined with reasonable accuracy, enable them to ensure that the financial statements and directors' report comply with the Companies Act 2014 and enable the financial statements to be audited. 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 are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in Ireland governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

On behalf of the Board

Directors:

PJ Darcy

Michael White

Date: 15th March 2016

INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF KILCANNON INDUSTRIES LIMITED

We have audited the financial statements ("financial statements") of Kilcannon Industries Limited for the year ended 31st December 2015 which comprise the Statement of Financial Activities, the Balance Sheet, The Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is Irish law and accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland (Generally Accepted Accounting Practice in Ireland) including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

This report is made solely to the company's members, as a body, in accordance with Section 391 of the Companies Act, 2014. 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.

Respective responsibilities of directors and auditor

As explained more fully in the Statement of Directors' Responsibilities set out on page 7 the directors are responsible for the preparation of the financial statements giving a true and fair view and otherwise comply with the Companies Act 2014. Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Ethical Standards for Auditors issued by the Financial Reporting Council.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on the financial statements

In our opinion:

- the financial statements give a true and fair view, in accordance with Generally Accepted Accounting Practices in Ireland, of the state of the companies affairs as at 31st December 2015 and of its results for the year then ended; and

- the financial statements have been properly prepared in accordance with the relevant reporting framework and with the Companies Act, 2014.

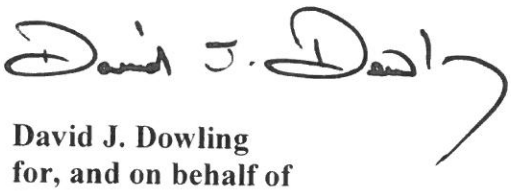
INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF KILCANNON INDUSTRIES LIMITED (Cont'd)

Matters on which we are required to report by the Companies Act 2014

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- In our opinion the accounting records of the company were sufficient to permit the financial statements to be readily and properly audited.
- The financial statements are in agreement with the accounting records.
- In our opinion the information given in the directors' report is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the provisions in the Companies Act 2014 which require us to report to you if, in our opinion the disclosures of directors' remuneration and transactions specified by law are not made.



David J. Dowling
for, and on behalf of
Sheil Kinnear Limited,
Chartered Accountants & Statutory Audit Firm,
Sinnottstown Business Park,
Drinagh,
Wexford.

Date: 16th March 2016

KILCANNON INDUSTRIES LIMITED

ACCOUNTING POLICIES

Kilcannon Industries Limited is primarily engaged in the provision of training for disabled people for competitive employment and providing sheltered work for those not capable of meeting the normal demands of industry.

The company is a company limited by guarantee not having a share capital and is incorporated and domiciled in Ireland. The company is tax resident in Ireland but enjoys Charitable Status.

This is the first set of financial statements prepared by Kilcannon Industries Limited in accordance with accounting standards issued by the Financial Reporting Council, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and New Charities SORP 2015. The company transitioned from previously existing Irish and UK GAAP to FRS 102 as at 1st January 2015. An explanation of how transition to FRS 102 has affected the reported financial position and financial performance is given in Note 7.

The significant accounting policies adopted by the Company and applied consistently in the preparation of these financial statements are as follows:

(a) Basis of Preparation

The Financial Statements are prepared on the going concern basis, under the historical cost convention and comply with the financial reporting standards of the Financial Reporting Council (and promulgated by Chartered Accountants Ireland) and the Companies Act 2014.

The financial statements are prepared in Euro which is the functional currency of the company.

(b) Incoming Resources

Incoming monetary resources are included in the statement of financial activities only when realised in the form of cash or other assets, the ultimate realisation of which can be assessed with reasonable certainty. The company, in common with many similar charitable organisations, derives a proportion of its income from voluntary donations and fund raising activities held by individuals/parties outside the control of the company. Income from fundraising, voluntary subscriptions and donations is necessarily recognised with effect from the time it is received into the company's bank accounts or entered into the company's accounting records.

Legacy income is recognised in the accounting period that it is received or when it is reasonably certain that the legacy will be received and the value of the legacy can be measured with sufficient accuracy. In these circumstances, the legacy income must have been received post year end, and the personal representatives must have agreed to the amount thereof prior to the year end.

Assets donated under bequests or otherwise are included in the statement of financial activities at their value to the association on the date of receipt.

Investment income is recognised in the statement of financial activities on an accruals basis.

ACCOUNTING POLICIES (Cont'd)

(c) Government Grants

Government grants are recognised when it is reasonable to expect that the grants will be received and all related conditions will be met.

Grants that relate to specific capital expenditure are treated as deferred income which is then credited to the profit and loss account once the performance conditions of the grant have been met. Revenue grants are credited to the profit and loss account when the performance conditions for the grant are fulfilled.

(d) Taxation

No charge to taxation arises due to the exempt status of Kilcannon Industries Limited. Irrecoverable value added tax is expensed as incurred.

(e) Restricted and Unrestricted Reserves

Kilcannon Industries Limited operates the following funds:

Restricted Funds
Restricted funds represent income, which has been received and recognised in the financial statements, which is subject to specific conditions imposed by the donors or grant making institutions. Donations or grants may become repayable in the event that the conditions of the related agreements are not adhered to. These funds are not available for the general purposes of Kilcannon Industries Limited.

Expenditure which meets these conditions is shown as charged to the fund.

Unrestricted Funds
General Funds: these represent amounts which can be used at the discretion of Kilcannon Industries Limited, in furtherance of the object of the charity. Such funds may be held in order to finance working capital, capital investment or new programmes.

Designated funds: these represent amount that Kilcannon Industries Limited may at its discretion set aside for specific purposes which would otherwise form part of the general reserves of the charity. Specifically, Kilcannon Industries Limited has set aside funds to protect ongoing work from unexpected variations of income, finance tangible assets for ongoing use by the charity and fund any future budgeted deficits.

(f) Resources Expended

Resources expended are accounted for when they are incurred and include amounts due at the end of the year but not paid. Resources expended include attributable value added tax which cannot be recovered.

ACCOUNTING POLICIES (Cont'd)

(g) Governance Costs

Governance costs are the costs associated with the stewardship arrangements of the charity. They comprise costs arising from the constitutional and obligatory arrangements, as well as the costs associated with the strategic management of the company's activities. Typical costs would be audit and legal fees, direct salary and overhead costs incurred in the strategic as opposed to the day to day management of the organisation.

(h) Property Plant and Equipment

(i) Cost

Property, plant and equipment are recorded at historical cost or deemed cost, less accumulated depreciation and impairment losses. Cost includes prime cost, overheads and interest incurred in financing the construction of tangible fixed assets. Capitalisation of interest ceases when the asset is brought into use.

Property, plant, equipment and motor vehicles are stated at cost less accumulated depreciation and accumulated impairment losses.

(ii) Depreciation

Land is not depreciated.

Depreciation is provided on property, plant and equipment, on a straight-line basis, so as to write off their cost less residual amounts over their estimated useful economic lives.

The estimated useful economic lives assigned to property, plant and equipment are as follows:

Land	0%
Buildings	2½ %
Office Equipment, fittings & equipment	12½% straight line on cost
Computer equipment	25%/33⅓ straight line on cost
Motor Vehicles	20% straight line on cost

The company's policy is to review the remaining useful economic lives and residual values of property, plant and equipment on an on-going basis and to adjust the depreciation charge to reflect the remaining estimated useful economic life and residual value.

Fully depreciated property, plant and equipment are retained in the cost of property, plant and equipment and related accumulated depreciation until they are removed from service. In the case of disposals, assets and related depreciation are removed from the financial statements and the net amount, less proceeds from disposal, is charged or credited to the income statement.

(i) Inventories

Inventories comprise consumable items and goods held for resale. Inventories are stated at the lower of cost and net realisable value. Cost is calculated on a first in, first out basis and includes invoice price, import duties and transportation costs. Net realisable value comprises the actual or estimated selling price less all further costs to completion or to be incurred in marketing, selling and distribution.

At the end of each reporting period inventories are assessed for impairment. If an item of inventory is impaired, the identified inventory is reduced to its selling price less costs to complete and sell and an impairment charge is recognised in the profit and loss account. Where a reversal of the impairment is recognised the impairment charge is reversed, up to the original impairment loss, and is recognised as a credit in the profit and loss account.

(j) Trade Receivables

Trade receivables are recognised initially at fair value and subsequently less any provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of receivables. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate. All movements in the level of the provision required are recognised in the profit and loss.

(k) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less. Bank overdrafts are shown within borrowings in current liabilities on the statement of financial position.

(l) Trade Payables

Accounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

(m) Provisions

Provisions are recognised when the company has a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation; and the amount of the obligation can be estimated reliably.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

Provisions are measured at the present value of the expenditures expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as a finance cost.

ACCOUNTING POLICIES (Cont'd)

(n) Contingencies

Contingent liabilities, arising as a result of past events, are not recognised when (i) it is not probable that there will be an outflow of resources or that the amount cannot be reliably measured at the reporting date or (ii) when the existence will be confirmed by the occurrence or non-occurrence of uncertain future events not wholly within the company's control. Contingent liabilities are disclosed in the financial statements unless the probability of an outflow of resources is remote.

Contingent assets are not recognised. Contingent assets are disclosed in the financial statements when an inflow of economic benefits is probable.

(o) Employee Benefits

The company provides a range of benefits to employees, including paid holiday arrangements and defined contribution pension plans.

(i) Short term benefits
Short term benefits, including holiday pay and other similar non-monetary benefits, are recognised as an expense in the period in which the service is received.

(ii) Defined contribution pension plans
The Company operates a defined contribution plan. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate fund. Under defined contribution plans, the company has no legal or constructive obligations to pay further contributions if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

For defined contribution plans, the company pays contributions to privately administered pension plans on a contractual or voluntary basis. The company has no further payment obligations once the contributions have been paid. The contributions are recognised as employee benefit expense when they are due. Prepaid contributions are recognised as an asset to the extent that cash refund or a reduction in the future payments is available.

KILCANNON INDUSTRIES LIMITED

STATEMENT OF FINANCIAL ACTIVITIES
Including Income and Expenditure Account and Statement of Recognised Gains & Losses
YEAR ENDED 31ST DECEMBER 2015

		Unrestricted Funds	Restricted Funds	Total 2015	Total 2014
INCOMING RESOURCES	**Notes**	**€**	**€**	**€**	**€**
Incoming Resources from Generated Funds:					
- Voluntary Income	1				-
- Legacies					-
- Investment Income	2	3,436	-	3,436	4,238
Incoming Resources from Charitable Activities:					
- Grant Income	3	430,226	-	430,226	413,032
- Trading Activities		1,010,279	-	1,010,279	720,431
Other Income Resources	4	-	-	-	12,000
Total Incoming Resources		1,443,941	-	1,443,941	1,149,701
RESOURCES EXPENDED					
Charitable Activities	5-6	1,352,060	-	1,352,060	1,088,621
Governance Costs		6,000	-	6,000	6,000
Total Resources Expended		1,358,060	-	1,358,060	1,094,621
NET INCOMING RESOURCES		85,881	-	85,881	55,080
Total Funds Brought Forward		1,103,778	-	1,103,778	677,974
Total Funds Carried Forward		1,189,659	-	1,189,659	733,054

Incoming resources and the net incoming resources arose solely from continuing activities.

On Behalf of the Board:

Mr. PJ Darcy **Director**

Mr. Michael White **Director**

KILCANNON INDUSTRIES LIMITED

BALANCE SHEET AS AT 31ST DECEMBER 2015

	Notes		2015	2014
		€	€	€
Employment of Capital				
Fixed Assets				
Property, Plant & Equipment	11		741,573	751,263
Current Assets				
Inventories	12	116,789		72,390
Trade & Other Receivables	13	176,443		111,641
Cash & Cash Equivalents		336,327		340,437
		629,559		524,468
Current Liabilities				
Trade & Other Payables (due within one year)	14	181,473		171,953
NET CURRENT ASSETS			448,086	352,515
			1,189,659	1,103,778
REPRESENTED BY:				
Unrestricted Funds	15		1,189,659	1,103,778

Directors:

PJ Darcy PJ Darcy

Michael White Michael White

Date: 15th March 2016

KILCANNON INDUSTRIES LIMITED

CASH FLOW STATEMENT

YEAR ENDED 31ST DECEMBER 2015

	Notes	2015 €	2014 €
Net Cash Generated from Charitable Activities	16	31,901	140,993
Cash Flow from Financing Activities			
Interest		3,436	4,238
Cash Flow from Investment Activities			
Sale of property, Plant & Equipment		-	-
Purchase of Property, Plant & Equipment		(39,448)	(24,906)
(Decrease)/Increase in Cash in the Year	16	(4,110)	120,325

On Behalf of the Board:

Mr. PJ Darcy **Director**

Mr. Michael White **Director**

KILCANNON INDUSTRIES LIMITED

NOTES TO THE ACCOUNTS

1. Voluntary Income

	2015 €	2014 €
Donations and Fundraising	-	-

2. Investment Income

	2015 €	2014 €
Deposit Interest Received	3,436	4,238

3. Grant Income

	2015 €	2014 €
Health Service Executive	346,226	329,032
Wexford Waterford Education & Training Board	84,000	84,000
	430,226	413,032

4. Other Income

	2015 €	2014 €
C.S.P. Income	-	12,000
	-	12,000

5. Resources Expended

In accordance with the SORP "Accounting and Reporting by Charities 2015", resources expended are analysed as follows:

	Charitable Activities €	Management & Administration €	Governance €	Total 2015 €	Total 2014 €
Cost of Sales/Provisions	348,662	-	-	348,662	321,676
Staff Remuneration	622,767	36,291	-	659,058	494,036
Management Charges	-	75,000	-	75,000	75,000
Professional Fees	-	-	6,000	6,000	6,765
Premises, IT & Communications	79,689	166,905	-	246,594	171,726
Motor & Transport Costs	-	2,987	-	2,987	4,155
Other Costs	-	10,086	-	10,086	12,267
Advertising	-	9,673	-	9,673	8,996
	1,051,118	300,942	-	1,358,060	1,094,621
Allocation of support costs					
To activities	300,942	(300,942)	-	-	-
Total Resources Expended					
- Year Ended 31.12.2015	1,352,060	-	6,000	1,358,060	1,094,621
- Year Ended 31.12.2014	1,088,621	-	6,000	1,094,621	1,094,621

6. Charitable Activities Expenditure

The resources expended on charitable activities have been classified to comply with SORP 2015. Such costs include the direct costs of the charitable activities together with those Support costs (Finance and Administration cost) incurred that enable these activities to be undertaken. These have been allocated in proportion to the other income and expenditure. Total support costs for 2015 were €300,942 (28 %) (2014: €275,804 (25%)) of the total costs.

	Care €	Training €	Restaurant €	Garden Centre €	Astro Active €	Work-shop €	C.S.P. €	Total 2015 €	Total 2014 €
Cost of Sales/ Provisions	-	-	114,002	165,736	14,045	54,879	-	348,662	321,676
Staff Remuneration	180,436	44,384	113,883	171,972	53,694	58,398	-	622,767	457,143
Premises, I.T. & Communications	-	-	40,449	-	39,240	-	-	79,689	33,998
Advertising	-	-	-	-	-	-	-	-	-
	180,436	44,384	268,334	337,708	106,979	113,277	-	1,051,118	812,817
Allocation of Support To Activities	51,660	12,707	76,826	96,688	30,629	32,432	-	300,942	275,804
Total Charitable Activities Expenditure									
Year Ended 31.12.15	232,096	57,091	345,160	434,396	137,608	145,709	-	1,352,060	1,088,621
Year Ended 31.12.14	225,990	59,633	360,336	427,340	-	-	15,322	-	1,088,621

7. Transition to FRS 102

Prior to 1st January 2014 the company prepared its financial statements under previously existing Irish GAAP. From 1st January 2014, the company has elected to present its annual financial statements in accordance with FRS 102 and the Companies Act 2014.

The comparative figures in respect of the 2014 financial statements have been restated to reflect the company's adoption of FRS 102 from the date of transition at 1st January 2014.

Set out below are the changes in accounting policies which reconcile surplus for the financial year ended 31st December 2014 between Irish GAAP as previously reported and FRS 102.

In preparing this financial information, the company has applied certain exceptions and exemptions from full retrospective application of FRS 102 as noted below.

Exceptions
Accounting estimates
In accordance with FRS 102, as a first-time adopter, the company did not revise estimates on transition to reflect new information subsequent to the original estimates.

8. FRS 102 Principle Adjustments

The reconciliation of the surplus prepared in accordance with Irish GAAP and in accordance with FRS 102 for the year ended 31st December 2014 before and after the application FRS 102, is as follows:

	Surplus for the Year Ended 31.12.2014 €
As reported under Irish GAAP	55,080
Release of previously deferred Capital Grant	370,723
As reported under FRS 102	425,803

9. Net Incoming Resources

	2015 €	2014 €
Net incoming resources are stated after charging/crediting:		
Depreciation	49,137	51,937
Auditors Remuneration	6,000	6,000
Amortisation of Capital Grants	-	(13,061)

10. Taxation

The company is exempt from taxation due to its charitable status (Revenue Commissioner's registration number CHY 8173).

11. Property, Plant & Equipment

Fixed Assets

	Land & Buildings €	Plant & Machinery €	Motor Vehicles €	Office Equipment €	Fixture & Fittings €	Total €
Cost						
At 1st Jan 2015	1,088,053	294,282	73,971	53,691	202,242	1,712,238
Additions	10,133	1,450	-	-	27,865	39,449
Disposals	-	-	-	-	-	-
At 31st Dec 2015	1,098,186	295,732	73,971	53,691	230,107	1,751,687
Depreciation						
At 1st Jan 2015	426,194	281,958	51,364	48,558	152,904	960,978
Charge for Year	24,727	960	6,382	2,413	14,655	49,137
On Disposals	-	-	-	-	-	-
At 31st Dec 2015	450,921	282,918	57,746	50,971	167,559	1,010,115
Net Book Amount						
At 31st Dec 2015	647,264	12,815	16,225	2,721	62,548	741,573
At 31st Dec 2014	661,859	12,324	22,607	5,133	49,338	751,260

The directors consider the carrying value of tangible assets as at 31st December 2015 to be appropriate.

Included in Land & Buildings are the premises to the value of €48,206 on The Old Dublin Road, Enniscorthy which were purchased by Kilcannon Industries Limited, the title deeds of which are held in the name of County Wexford Community Workshops (Enniscorthy) Limited.

In respect of prior year

	Land & Buildings €	Plant & Machinery €	Motor Vehicles €	Office Equipment €	Fixture & Fittings €	Total €
Cost						
At 1st Jan 2014	1,078,581	293,797	73,971	49,567	191,417	1,687,332
Additions	9,473	485	-	4,123	10,825	24,906
Disposals	-	-	-	-	-	-
At 31st Dec 2014	1,088,053	294,282	73,971	53,691	202,242	1,712,238
Depreciation						
At 1st Jan 2014	401,721	280,657	42,569	45,230	138,865	909,042
Charge for Year	24,474	1,301	8,794	3,329	14,039	51,937
On Disposals	-	-	-	-	-	-
At 31st Dec 2014	426,194	281,958	51,364	48,558	152,904	960,978
Net Book Amount						
At 31st Dec 2014	661,859	12,324	22,607	5,133	49,338	751,260
At 31st Dec 2013	676,860	13,140	31,402	4,337	52,552	778,291

12. Inventories

	2015 €	2014 €
Stock at year end comprised:		
Raw materials & Work in Progress	-	2,190
Finished Goods	116,789	70,200
	116,789	72,390

13. Trade & Other Receivables

	2015 €	2014 €
Trade Debtors	55,726	50,617
Other Debtors	120,717	61,024
	176,443	111,641

14. Trade & Other Payables < 1 Year

	2015 €	2014 €
Trade Creditors	56,061	42,006
VAT/PAYE	21,129	14,506
Accruals and Advances	104,283	115,441
	181,473	171,953

15. Funds

Reconciliation of Funds	Unrestricted Funds €	Restricted Funds €	Total €
Fund Balance as at 1st January 2015	1,103,778	-	1,103,778
Net Incoming Resources	85,881	-	85,881
Fund Balance as at 31st December 2015	1,189,659	-	1,189,659

16. Cash Flow Information

Reconciliation of Net Incoming Resources to Net Cashflow from Charitable activities	2015 €	2014 €
Net Incoming Resources	85,881	55,080
Add Back:		
Finance Income	(3,436)	(4,238)
Changes in Working Capital:		
(Increase)/Decrease in Stocks	(44,399)	30,418
(Increase)/Decrease in Debtors	(64,801)	9,433
Increase/(Decrease) in Creditors	9,518	11,424
Adjustment for:		
Depreciation of Tangible Fixed Assets	49,137	51,937
Amortisation of Grants	-	(13,061)
Net Cash Inflow from Charitable Activities	31,900	140,993

Reconciliation of Net Cash Flow to Movement in Net Funds

(Decrease)/Increase in cash & cash equivalents	(4,110)	120,325
Cash & cash equivalents at beginning of year	340,439	220,114
Cash at bank and in hand at end of year	336,328	340,439

17. Employees

a) The average number of employees employed the
The company was

	31	23

b) Salary Range
No employee earned remuneration in excess of €60,000 per annum.

Remuneration includes salaries and benefits but excludes employer pension contributions.

Contributions of 7% of salary were made by the company to the defined contribution pension scheme.

The total cost pension contributions were:	14,642	€9,179

18. Related Party Transactions

(i) No expenses were claimed by or paid to any member of the Board of Directors during the year ended 31st December 2015.

(ii) The following amounts were paid to companies controlled by individual members of the Board of Directors during the year:

Company	Board Member	Nature of Goods/Services	€
Smyths Arro	Dermot Kavanagh	Hardware Items	1,739
John A. Sinnott & Co.	John Murphy	Solicitor' Fees	826

(iii) The Company shares a common Board of Directors with Co. Wexford Community Workshop (Enniscorthy) Limited. Under FRS8 the companies are deemed to be related parties.

The Company was due €84,201 (2014: €57,088) from Co. Wexford Community Workshop (Enniscorthy) Limited at the year end.

19. Future Capital Expenditure

	2015 €	2014 €
Contracted for	-	-
Authorised by the Directors but not contracted for	-	-

20. Post Balance Sheet Events

There were no significant events affecting the organisation which have taken place since the end of the financial year.

21. Approval of Financial Statements

The financial statements were approved by the directors on the 15th March 2016.