

Charity number: 20012670 / CHY6637

AIRFIELD ESTATE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

AIRFIELD ESTATE

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AIRFIELD ESTATE

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS DIRECTORS AND ADVISERS

FOR THE YEAR ENDED 31 DECEMBER 2017

Directors

Ciarán McGettrick
Marian Quinn
Brendan Cannon
Aidan Pender
Tim Madigan

Company registered number

21980

Charity registered number

20012670 / CHY6637

Registered office

Airfield Estate, Overend Way, Dundrum, Dublin, 14

Company secretary

John O'Toole

Independent auditors

Ormsby & Rhodes, 9 Clare Street, Dublin 2

Principal bankers

AIB Bank, Main Street, Dundrum, Dublin 14

Investment advisers

Davy, 49 Dawson Street, Dublin 2

AIRFIELD ESTATE

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2017

The Directors present their annual report together with the audited financial statements of Airfield Estate for the period 1 January 2017 to 31 December 2017. The Directors confirm that the Annual Report and financial statements of the company comply with the current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP), 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) as amended by Update Bulletin 1 (effective 1 January 2015).

DIRECTORS' RESPONSIBILITIES STATEMENT

The Directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and Generally Accepted Accounting Practice in Ireland, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and promulgated by the Institute of Chartered Accountants in Ireland and Irish law.

Company law requires the Directors to prepare financial statements for each financial year. 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 of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- 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 charitable company will continue in operation.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2014. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Airfield Estate is a private limited company with a share capital and is governed by its Memorandum and Articles of Association. It is registered as a charity with the Charities Regulatory Authority. The sole shareholder of Airfield Estate is Dromartin Trust, a private trust governed by Trustees under a formal Trust Deed.

The Board of Directors of Airfield Estate manage strategic management and day to day operations of Airfield Estate through an Executive Management Team which is led by the Chief Executive Officer, Grainne Kelliher. A number of department heads, to whom routine operational decisions are delegated, report directly to the CEO. The entire management team meet formally on a monthly basis to review performance and operational matters.

Four committees report directly into the Board, comprising (1) Finance, Audit & Risk, (2) Education & Research, (3) Development/Strategy and (4) Remuneration Committee. Each quarter, a detailed Finance Report is submitted to the Finance, Audit & Risk Committee who subsequently review the documents with the management team and make recommendations to the Board as appropriate. The Finance, Audit & Risk Committee is currently made up of three members, two of whom are Board members. Following each Finance, Audit & Risk Committee meeting, the Board members of Airfield Estate are each issued with a detailed Board Report in advance of the scheduled quarterly Board meetings. Any major strategic or policy decisions are approved at Board level.

Airfield Estate has signed up to The Governance Code and is fully compliant therewith.

AIRFIELD ESTATE

DIRECTORS' REPORT (continued)

FOR THE YEAR ENDED 31 DECEMBER 2017

◆ Policies adopted for the induction and training of new directors

New Board members are selected on the basis of a need for a particular skill or area of expertise that is identified as relevant to Airfield Estate. After potential new Board members have been identified, a detailed interview process takes place and any subsequent recommendations for appointment require prior Board approval. All Board members give their time on an entirely voluntary basis and are not remunerated by Airfield Estate. All new Board members are inducted by the CEO and are provided with a comprehensive Induction Pack which provides information on the legal background, governing documents, mission, values, finances, policies and procedures of Airfield Estate. Specialist Board member training through a number of non-profit partner organisations is provided on an ongoing basis.

◆ Remuneration

All management and supervisor salaries are benchmarked annually by an independent external organisation against current market rates for the relevant sectors. Salary levels for key management personnel are recommended to the Board by the Remuneration Committee comprised of two Board members.

OBJECTIVES AND ACTIVITIES

◆ Policies and objectives

Airfield Estate is a charitable organisation that was originally set up by Letitia and Naomi Overend for educational and recreational purposes. Located in Dundrum, South County Dublin, we use our 38 acre farm, gardens and natural surroundings to deliver our mission which is 'to inspire visitors to refresh their connection with the land and the food it produces'.

◆ Strategies for achieving objectives

In practice we aim to achieve our mission by using our farm, gardens, restaurant and natural surroundings to provide a range of highly engaging and distinctive experiences and opportunities for experiential learning. Airfield aims to educate and inspire people of all ages to connect with food, showcase how it is produced, the resources it takes to produce it and how it should be enjoyed. In summary, we aim to create a greater empathy for food and the land that produces it, for positive health and environmental impact.

We have opted for an interactive, hands-on and experiential learning approach to inspire people and advance education in the areas of food and nature. We set ourselves annual targets to connect with people of all ages and to deliver on our outreach and social inclusion programmes and we measure these on a monthly and quarterly basis. We also conduct surveys with our visitors to assess the impact of our activities. We seek feedback on all our activities as we aim to deliver on our promises and exceed the expectations of our stakeholders. We also monitor repeat bookings by schools and membership renewals and use this as a measure of our success.

AIRFIELD ESTATE

DIRECTORS' REPORT (continued)

FOR THE YEAR ENDED 31 DECEMBER 2017

Airfield Estate delivers a range of engaging and interactive learning experiences as follows:

- Milking, pasteurisation and milk tasting
- Animal feeding
- Garden talks and demonstrations
- Heritage house tours
- Curriculum linked school programmes
- Student work experience programmes
- School breakfast clubs for primary school children from disadvantaged areas across Dublin
- Adult education courses
- Nature Trails for local primary schools
- Easter and Summer outdoor educational camps
- Educational dining experiences
- Teacher training programmes
- Wellness programmes with the HSE Mental Health Services
- School Garden programmes
- Social inclusion programmes
- Regular "Food Series" conferences to debate food related topics led by industry experts.

These mission-linked activities are delivered by a passionate and qualified team of over sixty-five staff. The total operational cost, inclusive of all labour and overheads, of delivering all the above activities during 2017 was €4.46m (2016 - €4.38m).

• Volunteers

Airfield continues to run a successful Volunteer Programme and 2017 saw 35 participants take part. Volunteers were from a wide range of backgrounds and varied in age. The volunteers were engaged across the estate and came through a number of sources including DLR Volunteers, St. Michael's House, Camphill Communities and Transition Year programmes.

ACHIEVEMENTS AND PERFORMANCE

• Key performance indicators

During 2017, we successfully delivered on our mission to educate and inspire visitors to refresh their connection with the land and the food it produces, in the following ways:

- 10,639 students participated in our curriculum linked education programmes and camps
- 2,400 families took up membership of Airfield Estate, providing all year access to learn about the annual food and nature cycle
- 56,549 day visitors connected with our farmers, gardeners and guides through our interactive programmes relating to food, farming and nature
- 117,071 visitors participated in our farm and garden dining experience, using local fresh and seasonal produce
- 11,025 free visitors to our Festival of Food, where the theme of food sustainability focussed particularly on waste, health and the seasons.
- 15 DEIS schools participated in our Breakfast Club initiative where they collect eggs, cook and share a nutritious breakfast together.
- Mentored 18 third-level Horticulture and Agricultural Science student interns and Transition Year students.
- During 2017, we launched our innovative "Food Series" conferences to provide a unique forum for dialogue and debate on topical food related issues, each session led by a panel of industry experts and commentators. Over 2 million Twitter impressions (in total) were recorded during the course of the two conferences in 2017.

We continued to develop and enhance our various social inclusion programmes, which now include working alongside St. Michaels House, Camp Hill, HSE Mental Health Services, the Simon Community and St. Augustine's School. These programmes are an integral part of our educational mission and we look forward to expanding our range of partners over the coming years.

AIRFIELD ESTATE

DIRECTORS' REPORT (continued)

FOR THE YEAR ENDED 31 DECEMBER 2017

FINANCIAL REVIEW

• Review of Airfield Estate's financial position at 31 December 2017

The principal sources of revenue were from Education and Recreation activities and our Investment Fund and both areas performed in line with expectations. The deficit was in line with Budget.

Airfield Estate remains financially very strong with net assets of €32.8 million at 31st December 2017 and adequate resources continue to be available to fund the educational activities of the Estate for the foreseeable future. These accounts have therefore been prepared on a going concern basis.

The financial results for the year ended 31 December 2017 are set out on pages 10-28.

• Risk management

The Airfield management team have put in place a comprehensive Risk Management process to identify, manage, monitor and minimise the main risks to the organisation. A detailed Risk Register is reviewed and updated on a quarterly basis and is discussed at both Finance, Audit & Risk Committee and Board level each quarter. A variety of both financial and non-financial risks are addressed in the Register. This ongoing process has identified a number of potential key risks which are being continuously monitored and assessed in order to minimise their potential impact to Airfield Estate.

• Reserves policy

The objective of the Investment Fund's Strategy is to ensure that sufficient liquid assets (unrestricted cash reserves) are available to Airfield Estate for operational needs while at the same time maximising long-term returns.

There were sufficient cash (or cash equivalent) reserves at 31 December 2017 to fund operational deficits over the short term, in accordance with the investment strategy. An assessment of operational cash requirements over the short term has been performed and is reflected in the cash reserves held by Airfield Estate. Airfield does not rely on external fundraising in order to deliver its charitable purpose and therefore the primary financial risk relates to fund sustainability and the operational performance of the estate.

There were no restricted or designated reserves at 31 December 2017 and therefore all company reserves at that date are regarded as unrestricted or "free" reserves.

• Investment fund objectives

The Board's primary objective is to ensure the Investment Fund ("the Fund") can support the Company's mission-linked activities while at the same time protecting the capital base for the ongoing development of the Estate. The Board is prepared to take a reasonable amount of risk on a proportionate basis in order to achieve this objective. In judging what level of volatility is acceptable, the Board considers the effect of short-term investment performance to be of less significance than its impact on long-term sustainability of drawings. The Board seeks to achieve the Fund's investment objectives through investing in a suitably diversified mix of real and monetary assets that balances investment return against volatility. The Fund is predominantly invested in a mix of equities and passively managed indexed/property funds. The Investment Fund is managed in accordance with a detailed "Statement of Investment Policy and Principles" (SIPP) which has been prepared by the Finance, Audit & Risk Committee and approved by the Board. The SIPP was reviewed and updated in 2017.

AIRFIELD ESTATE

DIRECTORS' REPORT (continued)

FOR THE YEAR ENDED 31 DECEMBER 2017

PLANS FOR FUTURE PERIODS

◆ **Future developments**

Airfield will continue to expand the range of mission-linked educational and social inclusion programmes, in order to deliver on its charitable purpose.

During 2018 Airfield will work on its longer term strategy in terms of impact. This process is currently underway and being co-ordinated by an external consultant. A long term impact strategy for Airfield Estate will be finalised in 2018, will include objectives and goals to deliver on desired impact together with metrics/KPI's that will measure and report on same.]

The "Food Series" conferences will continue to inform our impact strategy in 2018 and to engage the widest possible community concerned with Food, Farming and the Land.

During the next three to five years, the organisation will continue to develop new streams of income in order to achieve a sustainable financial model that will ensure the long-term sustainability of the estate.

Events since the balance sheet date

There have been no important events affecting the company since the balance sheet date.

DIRECTORS AND SECRETARY AND THEIR INTERESTS IN SHARES OF THE COMPANY

The directors and secretary who served during the year had no interests in the company.

The directors who served during the year were as follows:

Marian Quinn

Ciarán McGettrick

Brendan Cannon

Aidan Pender

Tim Madigan (appointed 9th March 2017)

BOOKS OF ACCOUNT

The measures taken by the directors to ensure compliance with the requirements of Sections 281 to 285 of the Companies Act 2014, regarding proper books of account are the implementation of necessary policies and procedures for recording transactions, the employment of competent accounting personnel with appropriate expertise and the provision of adequate resources to the finance function. The books of account of the company are maintained at Airfield Estate, Overend Way, Dundrum, Dublin 14.

AUDITORS

The auditors, Ormsby & Rhodes, have indicated their willingness to continue in office. The Designated Directors will propose a motion re-appointing the auditors at a meeting of the Directors.

This report was approved by the Directors, on 22 August 2018 and signed on their behalf by:

Marian Quinn
Director

Brendan Cannon
Director

AIRFIELD ESTATE

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF AIRFIELD ESTATE

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Opinion

We have audited the financial statements of Airfield estate for the year ended 31 December 2017 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the notes to the financial statements, including a summary of significant accounting policies set out in note 2. The financial reporting framework that has been applied in their preparation is Irish law and Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (FRS 102) issued by the Financial Reporting Council and the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102.

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the charitable company's affairs as at 31 December 2017 and of its Statement of Financial Activities including income and expenditure: and
- have been properly prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' issued by the Financial Reporting Council and the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102.
- have been properly prepared in accordance with the requirements of the Companies Act 2014.

BASIS FOR OPINION

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. Our responsibilities under those standards are further described in the Auditors' 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 financial statements in Ireland, including the Ethical Standard issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), 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 (Ireland) 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 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.

AIRFIELD ESTATE

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF AIRFIELD ESTATE

OTHER INFORMATION

The Directors are responsible for the other information. The other information comprises the information included in the management information, other than the financial statements and our Auditors' report thereon. Our opinion on the financial statements does not cover the 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.

OPINION ON THE OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2014

Based solely on the work undertaken in the course of the audit, we report that:

- in our opinion, the information given in the Directors' report is consistent with the financial statements; and
- in our opinion, the Directors' report has been prepared in accordance with 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 charitable company were sufficient to permit the financial statements to be readily and properly audited, and the financial statements are in agreement with the accounting records.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

Based on 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 Directors' report.

AIRFIELD ESTATE

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF AIRFIELD ESTATE

RESPECTIVE RESPONSIBILITIES

RESPONSIBILITIES OF DIRECTORS FOR THE FINANCIAL STATEMENTS

As explained more fully in the Directors' Responsibilities Statement 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 Company's members 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 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 Company's members either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

THE PURPOSE OF OUR AUDIT AND TO WHOM WE OWE OUR RESPONSIBILITIES

This report is made solely to the Company's members as a body. Our audit has been undertaken so that we might state to the Company's members those matters we are required to state to them in an Auditors' 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's members and its Council members as a body, for our audit work, for this report, or for the opinions we have formed.

AUDITORS' 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 Auditors' 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 (Ireland) 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 IAASA's website at: [https://www.iaasa.ie/Publications/ISA-700-\(Ireland\)](https://www.iaasa.ie/Publications/ISA-700-(Ireland)). The description forms part of our Auditors' Report.

Kate Mullahy

for and on behalf of

Ormsby & Rhodes

Chartered Accountants and Registered Auditors

9 Clare Street

Dublin 2

Date: 22 August 2018

AIRFIELD ESTATE

STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	Unrestricted funds 2017 €	Restricted funds 2017 €	Total funds 2017 €	Total funds 2016 €
INCOME FROM:					
Grants	4	-	10,000	10,000	15,146
Charitable activities	5	2,756,886	-	2,756,886	2,661,481
Investments	6	199,499	-	199,499	226,737
TOTAL INCOME		2,956,385	10,000	2,966,385	2,903,364
EXPENDITURE ON:					
Raising funds	7	43,343	-	43,343	37,732
Charitable activities	8,9	4,401,418	10,000	4,411,418	4,232,945
Governance	10	6,935	-	6,935	12,724
TOTAL EXPENDITURE	11	4,451,696	10,000	4,461,696	4,283,401
NET EXPENDITURE BEFORE INVESTMENT GAINS					
Net gains on investments	12	(1,495,311)	-	(1,495,311)	(1,380,037)
NET INCOME / (EXPENDITURE) BEFORE OTHER RECOGNISED GAINS AND LOSSES		100,713	-	100,713	(501,907)
NET MOVEMENT IN FUNDS		100,713	-	100,713	(501,907)
RECONCILIATION OF FUNDS:					
Total funds brought forward		32,649,908	-	32,649,908	33,151,815
TOTAL FUNDS CARRIED FORWARD		32,750,621	-	32,750,621	32,649,908

The notes on pages 13 to 27 form part of these financial statements.

AIRFIELD ESTATE
REGISTERED NUMBER: 21980

BALANCE SHEET

AS AT 31 DECEMBER 2017

	Note	€	2017 €	€	2016 €
FIXED ASSETS					
Tangible assets	16		10,096,655		10,400,400
Investments	17		23,015,974		22,407,346
			<u>33,112,629</u>		<u>32,807,746</u>
CURRENT ASSETS					
Stocks	18	87,094		89,148	
Debtors	19	98,866		116,179	
Cash at bank and in hand		40,236		98,972	
			<u>226,196</u>	<u>304,299</u>	
CREDITORS: amounts falling due within one year	20	(588,204)		(462,137)	
NET CURRENT LIABILITIES			<u>(362,008)</u>		<u>(157,838)</u>
NET ASSETS			<u>32,750,621</u>		<u>32,649,908</u>
CHARITY FUNDS					
Unrestricted funds:					
Share capital	30	502,181		502,181	
Unrestricted funds	22	32,248,440		32,147,727	
Total unrestricted funds			<u>32,750,621</u>		<u>32,649,908</u>
SHAREHOLDERS' AND CHARITY'S FUNDS			<u>32,750,621</u>		<u>32,649,908</u>

The financial statements were approved and authorised for issue by the Directors on 22 August 2018 and signed on their behalf, by:

Marian Quinn
Director

Brendan Cannon
Director

The notes on pages 13 to 27 form part of these financial statements.

AIRFIELD ESTATE

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 €	2016 €
Cash flows from operating activities			
Net cash used in operating activities	28	<u>(999,394)</u>	<u>(1,074,227)</u>
Cash flows from investing activities:			
Dividends, interest and rents from investments		195,023	222,691
Purchase of tangible fixed assets		(241,762)	(329,566)
Proceeds from sale of investments		1,280,292	5,489,029
Purchase of investments		<u>(1,200,854)</u>	<u>(6,339,674)</u>
Net cash provided by/(used in) investing activities		<u>32,699</u>	<u>(957,520)</u>
Change in cash and cash equivalents in the year		(966,695)	(2,031,747)
Cash and cash equivalents brought forward		<u>2,061,018</u>	<u>4,092,765</u>
Cash and cash equivalents carried forward		<u>1,094,323</u>	<u>2,061,018</u>

The notes on pages 13 to 27 form part of these financial statements.

AIRFIELD ESTATE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

1. GENERAL INFORMATION

Airfield Estate is a private company limited by shares incorporated in the Republic of Ireland. The company operates out of its registered office at Airfield Estate, Overend Way, Dundrum, Dublin, 14. The principal activity of the company is to provide educational services.

2. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements;

2.1 Basis of preparation of financial statements

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) and the Companies Act 2014.

Airfield Estate (formerly Dromartin Estates Company Limited) meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The financial statements fully comply with FRS102.

The functional and presentational currency is Euro.

2.2 Income policy

Income from educational and recreational activities represents the total invoice value, excluding Value Added Tax, of sales made during the year and derives from the provision of goods and services falling within the company's ordinary activities. This income is recognised on an accruals basis.

Membership income is recognised on a cash receipts basis.

Dividend income is recognised on a receivable basis.

Interest income is recognised on an accruals basis.

Sales of gift cards are treated as payments in advance and are included under Deferred Income in the balance sheet until redeemed, at which stage they are treated as a method of payment.

2.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation and accumulated impairment loss. Cost includes all costs including, where appropriate, professional fees that are directly attributable to bringing the asset into working condition for its intended use.

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of financial activities incorporating income and expenditure account.

AIRFIELD ESTATE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

2. ACCOUNTING POLICIES (continued)

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property	-	Straight line over 30 years
Motor vehicles	-	20% Straight line
Fixtures and fittings	-	20% Straight line
Computer equipment	-	20% Straight line

2.4 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless fair value cannot be measured reliably in which case it is measured at cost less impairment.

Investment gains and losses, whether realised or unrealised, are combined and shown in the heading 'Net gains/(losses) on investments' in the Statement of financial activities incorporating income and expenditure account

2.5 Stock

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

Cost comprises the expenditure which has been incurred in bringing the stock to its present location and condition. Livestock is valued at the lower of cost and market value.

Net realisable value is based on normal selling price less further costs expected to be incurred to completion and all costs to be incurred in marketing, selling and distributing.

2.6 Interest receivable

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

2.7 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.8 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.

AIRFIELD ESTATE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

2. ACCOUNTING POLICIES (continued)

2.9 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

2.10 Financial instruments

The company 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.

2.11 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into euros at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into euros at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Statement of financial activities incorporating income and expenditure account.

2.12 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

AIRFIELD ESTATE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

3. JUDGEMENTS IN APPLYING ACCOUNTING POLICIES

The preparation of these financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses.

Judgements and estimates are continually evaluated and are based on historical experiences and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below:

a) Recoverability of debtors

Estimates are made in respect of the recoverable value of trade and other debtors. When assessing the level of provisions required, factors including current trading experience, historical experience and the ageing profile of debtors are considered.

b) Carrying value of stock

Stock represents goods for resale and is measured at the lower of cost and net realisable value. Net realisable value is the estimated selling prices in the ordinary course of business, less the estimated costs necessary to make the sale. Provision is made for obsolete and slow moving stock based on historical experience.

c) Useful economic life of tangible assets

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on future investments, economic utilisation and the physical condition of the assets.

4. INCOME FROM GRANTS

	Unrestricted funds 2017 €	Restricted funds 2017 €	Total funds 2017 €	Total funds 2016 €
Government grants	-	10,000	10,000	15,146
Total 2016	146	15,000	15,146	

AIRFIELD ESTATE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

5. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted funds 2017 €	Restricted funds 2017 €	Total funds 2017 €	Total funds 2016 €
Education & Recreation	2,756,886	-	2,756,886	2,661,481
Total 2016	<u>2,661,481</u>	<u>-</u>	<u>2,661,481</u>	

6. INVESTMENT INCOME

	Unrestricted funds 2017 €	Restricted funds 2017 €	Total funds 2017 €	Total funds 2016 €
Investment income	199,499	-	199,499	226,737
Total 2016	<u>226,737</u>	<u>-</u>	<u>226,737</u>	

7. COST OF RAISING FUNDS

	Unrestricted funds 2017 €	Restricted funds 2017 €	Total funds 2017 €	Total funds 2016 €
Investment management fees	43,343	-	43,343	37,732
Total 2016	<u>37,732</u>	<u>-</u>	<u>37,732</u>	

AIRFIELD ESTATE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

8. DIRECT COSTS

	Education & Recreation €	Investments €	Total 2017 €	Total 2016 €
Cost of Sales	670,009	-	670,009	588,511
Wages, salaries, pension costs & Employer's PRSI	-	29,078	29,078	25,385
Wages and salaries	1,879,310	-	1,879,310	1,941,573
National insurance	194,582	-	194,582	196,114
Pension cost	70,138	-	70,138	39,853
	2,814,039	29,078	2,843,117	2,791,436
Total 2016	2,766,051	25,385	2,791,436	

9. SUPPORT COSTS

	Education & Recreation €	Total 2017 €	Total 2016 €
Farm and garden supplies	44,138	44,138	45,996
Bank and credit card charges	26,276	26,276	25,509
Insurance	51,368	51,368	45,471
Information technology	31,623	31,623	41,977
Motor, travel & subsistence	10,009	10,009	14,528
Telephone, printing, postage & stationery	20,011	20,011	25,220
Fixtures & sundry equipment	48,076	48,076	32,977
Rates & security	77,766	77,766	117,044
Repairs & maintenance	75,187	75,187	65,377
Light and heat	81,565	81,565	84,540
Storage expenses	3,814	3,814	3,814
Cleaning & supplies	97,818	97,818	77,499
Staff recruitment, training & welfare	76,383	76,383	60,280
Health & safety & other fees	24,074	24,074	16,726
Professional fees and subscriptions	199,151	199,151	121,849
Consumables	52,496	52,496	59,948
Marketing & Public Relations	103,039	103,039	107,099
Depreciation	545,507	545,507	495,655
	1,568,301	1,568,301	1,441,509
Total 2016	1,441,509	1,441,509	

AIRFIELD ESTATE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

10. GOVERNANCE COSTS

	Unrestricted funds 2017 €	Restricted funds 2017 €	Total funds 2017 €	Total funds 2016 €
Auditors' remuneration	6,935	-	6,935	8,407
Legal and professional fees	-	-	-	4,317
	<u>6,935</u>	<u>-</u>	<u>6,935</u>	<u>12,724</u>

11. ANALYSIS OF EXPENDITURE BY EXPENDITURE TYPE

	Staff costs 2017 €	Other costs 2017 €	Total 2017 €	Total 2016 €
Expenditure on investment management	-	43,343	43,343	37,732
Costs of raising funds	-	43,343	43,343	37,732
Education & Recreation costs	2,144,030	2,238,310	4,382,340	4,207,560
Investment costs	-	29,078	29,078	25,385
Charitable activities	2,144,030	2,267,388	4,411,418	4,232,945
Expenditure on governance	-	6,935	6,935	12,724
	<u>2,144,030</u>	<u>2,317,666</u>	<u>4,461,696</u>	<u>4,283,401</u>
Total 2016	<u>2,177,540</u>	<u>2,105,861</u>	<u>4,283,401</u>	

12. NET GAIN ON INVESTMENTS

	2017 €	2016 €
Realised gains on disposal of listed investments	167,354	347,533
Unrealised gains on revaluation of listed investments to market value (note 17)	1,428,672	530,597
	<u>1,596,026</u>	<u>878,130</u>

AIRFIELD ESTATE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

13. NET INCOME/(EXPENDITURE)

This is stated after charging:

	2017 €	2016 €
Depreciation of tangible fixed assets:		
- owned by the charity	545,507	495,655
Auditors' remuneration - audit	6,935	8,407
	<u>552,442</u>	<u>504,062</u>

During the year, no Directors received any remuneration (2016 - €NIL).

During the year, no Directors received any benefits in kind (2016 - €NIL).

During the year, no Directors received any reimbursement of expenses (2016 - €NIL).

14. STAFF COSTS

The total amount paid in the year to key management personnel was €473,605 (2016: €418,307)

Staff costs were as follows:

	2017 €	2016 €
Wages and salaries	1,879,310	1,941,573
Social security costs	194,582	196,114
Other pension costs	70,138	39,853
	<u>2,144,030</u>	<u>2,177,540</u>

The average number of persons employed by the company during the year was as follows:

	2017 No.	2016 No.
Management (senior management and department heads)	12	11
Operatives	46	49
	<u>58</u>	<u>60</u>

The number of higher paid employees was:

	2017 No.	2016 No.
In the band € 90,001 - €100,000	1	1
In the band €100,001 - €200,000	2	2

AIRFIELD ESTATE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

15. TRANSACTIONS WITH DIRECTORS

There were no material transactions with the directors during the year.

16. TANGIBLE FIXED ASSETS

	Freehold property €	Motor vehicles €	Fixtures and fittings €	Computer equipment €	Museum Motor Vehicles €	Total €
Cost						
At 1 January 2017	10,880,120	31,272	965,009	152,588	41,901	12,070,890
Additions	4,748	-	204,021	32,993	-	241,762
At 31 December 2017	<u>10,884,868</u>	<u>31,272</u>	<u>1,169,030</u>	<u>185,581</u>	<u>41,901</u>	<u>12,312,652</u>
Depreciation						
At 1 January 2017	1,082,639	20,402	447,633	119,816	-	1,670,490
Charge for the year	285,113	6,254	217,462	36,678	-	545,507
At 31 December 2017	<u>1,367,752</u>	<u>26,656</u>	<u>665,095</u>	<u>156,494</u>	<u>-</u>	<u>2,215,997</u>
Net book value						
At 31 December 2017	<u>9,517,116</u>	<u>4,616</u>	<u>503,935</u>	<u>29,087</u>	<u>41,901</u>	<u>10,096,655</u>
At 31 December 2016	<u>9,797,481</u>	<u>10,870</u>	<u>517,376</u>	<u>32,772</u>	<u>41,901</u>	<u>10,400,400</u>

17. FIXED ASSET INVESTMENTS

	Listed securities €
Market value	
At 1 January 2017	22,407,346
Additions	1,200,854
Disposals	(2,023,017)
Foreign exchange movement	2,120
Revaluations	1,428,671
At 31 December 2017	<u>23,015,974</u>

Investments at market value comprise:

	2017 €	2016 €
Listed and unlisted investments	<u>23,015,974</u>	<u>22,407,346</u>

AIRFIELD ESTATE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

17. FIXED ASSET INVESTMENTS (continued)

Quoted investments are shown at market value.

18. STOCKS

	2017 €	2016 €
Livestock	23,905	22,905
Finished goods and goods for resale	63,189	66,243
	<u>87,094</u>	<u>89,148</u>

The difference between purchase price or production cost of stocks and their replacement cost is not material.

19. DEBTORS

	2017 €	2016 €
Trade debtors	30,280	55,278
Other debtors	15,032	1,825
Prepayments	51,193	47,321
Accrued income	2,361	11,755
	<u>98,866</u>	<u>116,179</u>

20. CREDITORS: Amounts falling due within one year

	2017 €	2016 €
Trade creditors	348,032	248,321
Other taxation and social security (see below)	88,728	52,681
Accruals	80,198	108,903
Deferred income	5,000	-
Other creditors	66,246	52,232
	<u>588,204</u>	<u>462,137</u>

Other taxation and social security

	2017 €	2016 €
PAYE/PRSI control	84,352	45,213
VAT control	4,376	7,468
	<u>88,728</u>	<u>52,681</u>

AIRFIELD ESTATE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

21. FINANCIAL INSTRUMENTS

	2017 €	2016 €
Financial assets that are debt instruments measured at amortised cost:		
Trade debtors (see note 19)	30,280	55,278
	<u>30,280</u>	<u>55,278</u>
 Financial liabilities measured at amortised cost:		
Trade creditors (see note 20)	348,032	248,321
Other creditors (see note 20)	66,444	52,232
	<u>414,476</u>	<u>300,553</u>
Total		

AIRFIELD ESTATE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

22. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

	Balance at 1 January 2017 €	Income €	Expenditure €	Transfers in/out €	Gains/ (Losses) €	Balance at 31 December 2017 €
Designated funds						
Designated Funds - all funds	477,240	-	-	(477,240)	-	-
General funds						
General Funds - all funds	31,670,487	2,956,385	(4,451,696)	477,240	1,596,024	32,248,440
Share capital	502,181	-	-	-	-	502,181
	<u>32,172,668</u>	<u>2,956,385</u>	<u>(4,451,696)</u>	<u>477,240</u>	<u>1,596,024</u>	<u>32,750,621</u>
Total Unrestricted funds	<u>32,649,908</u>	<u>2,956,385</u>	<u>(4,451,696)</u>	<u>-</u>	<u>1,596,024</u>	<u>32,750,621</u>
Restricted funds						
Restricted Funds - all funds	-	10,000	(10,000)	-	-	-
Total of funds	<u>32,649,908</u>	<u>2,966,385</u>	<u>(4,461,696)</u>	<u>-</u>	<u>1,596,024</u>	<u>32,750,621</u>

STATEMENT OF FUNDS - PRIOR YEAR

	Balance at 1 January 2016 €	Income €	Expenditure €	Transfers in/out €	Gains/ (Losses) €	Balance at 31 December 2016 €
Designated Funds - all funds	225,000	-	-	252,240	-	477,240
General funds						
General Funds - all funds	32,424,634	2,888,364	(4,268,401)	(252,240)	878,130	31,670,487
Share capital	502,181	-	-	-	-	502,181
	<u>32,926,815</u>	<u>2,888,364</u>	<u>(4,268,401)</u>	<u>(252,240)</u>	<u>878,130</u>	<u>32,172,668</u>
Restricted funds						
Restricted Funds - all funds	-	15,000	(15,000)	-	-	-

AIRFIELD ESTATE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

SUMMARY OF FUNDS - CURRENT YEAR

	Balance at 1 January 2017 €	Income €	Expenditure €	Transfers in/out €	Gains/ (Losses) €	Balance at 31 December 2017 €
Designated funds	477,240	-	-	(477,240)	-	-
General funds	32,172,668	2,956,385	(4,451,696)	477,240	1,596,024	32,750,621
	<u>32,649,908</u>	<u>2,956,385</u>	<u>(4,451,696)</u>	<u>-</u>	<u>1,596,024</u>	<u>32,750,621</u>
Restricted funds	-	10,000	(10,000)	-	-	-
	<u>32,649,908</u>	<u>2,966,385</u>	<u>(4,461,696)</u>	<u>-</u>	<u>1,596,024</u>	<u>32,750,621</u>

SUMMARY OF FUNDS - PRIOR YEAR

	Balance at 1 January 2016 €	Income €	Expenditure €	Transfers in/out €	Gains/ (Losses) €	Balance at 31 December 2016 €
Designated funds	225,000	-	-	252,240	-	477,240
General funds	32,926,815	2,888,364	(4,268,401)	(252,240)	878,130	32,172,668
	<u>33,151,815</u>	<u>2,888,364</u>	<u>(4,268,401)</u>	<u>-</u>	<u>878,130</u>	<u>32,649,908</u>
Restricted funds	-	15,000	(15,000)	-	-	-
	<u>33,151,815</u>	<u>2,903,364</u>	<u>(4,283,401)</u>	<u>-</u>	<u>878,130</u>	<u>32,649,908</u>

The Designated Funds represent an Asset Replacement Reserve which was established to provide, on an annual basis, for the future replacement cost of certain assets (e.g. pathways, car parks).

The directors are now of the opinion that this expenditure will occur annually in the normal course of the charity's activities. This designated fund has now been released against unrestricted funds where future expenditure will be incurred.

AIRFIELD ESTATE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

23. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR

	Unrestricted funds 2017 €	Restricted funds 2017 €	Total funds 2017 €
Tangible fixed assets	10,096,655	-	10,096,655
Fixed asset investments	23,015,974	-	23,015,974
Current assets	226,196	-	226,196
Creditors due within one year	(588,204)	-	(588,204)
	<u>32,750,621</u>	<u>-</u>	<u>32,750,621</u>

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR

	Unrestricted funds 2016 €	Restricted funds 2016 €	Total funds 2016 €
Tangible fixed assets	10,400,400	-	10,400,400
Fixed asset investments	22,407,346	-	22,407,346
Current assets	304,299	-	304,299
Creditors due within one year	(462,137)	-	(462,137)
	<u>32,649,908</u>	<u>-</u>	<u>32,649,908</u>

24. PENSION COMMITMENTS

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to €70,138 (2016 - €39,853).

25. RELATED PARTY TRANSACTIONS

No related party transactions occurred during the year.

26. CONTROLLING INTEREST

Airfield Estate (formerly Dromartin Estates Company Limited) is 100% owned by Dromartin Trust, which is a charitable trust set up with the same objectives as Airfield Estate (formerly Dromartin Estates Company Limited).

27. POST BALANCE SHEET EVENTS

There have been no important events affecting the company since the balance sheet date.

AIRFIELD ESTATE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

28. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2017 €	2016 €
Net income/(expenditure) for the year (as per Statement of Financial Activities)	100,713	(501,907)
Adjustment for:		
Depreciation charges	545,507	495,655
Realised gains on disposal of investments	(167,354)	(347,533)
Unrealised gain on listed investments	(1,428,671)	(530,597)
Dividends received	(195,023)	(222,691)
Decrease/(increase) in stocks	2,054	(842)
Decrease in debtors	17,313	182,886
Increase/(decrease) in creditors	126,067	(149,198)
Net cash used in operating activities	(999,394)	(1,074,227)

29. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2017 €	2016 €
Cash in hand	40,236	98,972
Cash at broker dealing accounts and on deposit	1,054,087	1,962,046
Total	1,094,323	2,061,018

30. SHARE CAPITAL

	2017 €	2016 €
Allotted, called up and fully paid		
395,500 Ordinary Shares shares of €1.269737 each	502,181	502,181

31. APPROVAL OF FINANCIAL STATEMENTS

The board of directors approved these financial statements and authorised them for issue on 22 August 2018.