

Charity Registration No. 1075789
Charity Registration No. SC039477 (Scotland)

Company Registration No. 03636219 (England and Wales)

KIDS OUT UK
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2013

KIDS OUT UK

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

P Blom

B Buckley

R Burgess

(appointed 24 April 2013)

J Cummins

(appointed 1 August 2012)

J Evans

(deceased 24 October 2012)

S Glancey

K Green

A Griffin

(appointed 1 July 2013)

J Harkness

(appointed 1 July 2013)

P G Jarvis OBE

C Lawes

(appointed 1 February)

S Linares

(appointed 1 June 2013)

J Mee

S Moors

(appointed 1 August 2012)

S O'Brien

(appointed 1 June 2013)

H Pitcher

(Chair)

A Wills

A Wilson

Secretary

G Smith

Chief Executive

G Moulds CBE

Charity number

1075789 England and Wales
SC039477 Scotland

Company number

03636219

**Principal address and
Registered office**

14 Church Square
Leighton Buzzard
Bedfordshire
LU7 1AE

Auditors

Hills & Burgess
20 Bridge Street
Leighton Buzzard
Bedfordshire
LU7 1AL

KIDS OUT UK

LEGAL AND ADMINISTRATIVE INFORMATION

Bankers

Bank of Scotland
38 St Andrews Square
Edinburgh
EH2 2YR

Solicitors

Matthew Arnold & Baldwin
25 Southampton Buildings
London
WC2A 1AL

Wragge and Co LLP
55 Colmore Row
Birmingham
B3 2AS

KIDS OUT UK

CONTENTS

	Page
Trustees' report	1 - 3
Statement of trustees' responsibilities	4
Independent auditors' report	5 - 6
Statement of financial activities	7
Balance sheet	8 - 9
Notes to the accounts	10 - 16

KIDS OUT UK

TRUSTEES' REPORT

FOR THE YEAR ENDED 30 JUNE 2013

The trustees present their report and accounts for the year ended 30 June 2013.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 and the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005.

Structure, governance and management

The charity is a company limited by guarantee.

The trustees, who are also the directors for the purpose of company law, and who served during the year were:

P Blom
B Buckley
R Burgess
J Cummins
S Glancey
K Green
A Griffin
J Harkness
P G Jarvis OBE
C Lawes
S Linares
J Mee
S Moors
S O'Brien
H Pitcher (Chair)
A Wills
A Wilson

As set out in the Articles of Association, the trustees are nominated by other trustees and must be approved by a board meeting. One third of the trustees resign each year at the AGM of the charity (based on a rota system) but can stand again for re-election at the same meeting. When looking for new trustees to nominate, the trustee board undertakes a skills audit to highlight the areas desired by the charity and those currently lacking or under-represented.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

New trustees are issued with a comprehensive pack briefing them on their responsibilities and legal obligations plus key information about the charity such as the Memorandum and Articles of Association and the Strategic Plan. Regular briefing sessions are held at trustee meetings on topics suggested by them or the Chief Executive to ensure all trustees are kept up to date with relevant issues. Visits to the charity's head office or projects it supports are arranged regularly where appropriate.

The board of trustees administer the charity. The board meet quarterly and individuals will input their particular areas of expertise through the Chief Executive where required at other times. The Chief Executive is appointed by the trustees to manage the day to day operation of the charity. The trustees delegate authority to the Chief Executive to facilitate operations including finance, fundraising, project development and service provision and employment.

KIDS OUT UK

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2013

The staff of the charity submit their own areas of work to a risk assessment on an annual basis and the results of that are compiled in a risk register. This contains identified risks, the systems put in place to mitigate those risks and the procedures put in place to minimise the potential impact of those risks, should they materialise and is reviewed by the trustee board.

Objectives and activities

The objects for which the charity is established are to promote the interests of children who are disadvantaged in any way, including sickness, disability or otherwise in need. Kids Out provides a wide range of positive experiences to support these children to grow up as well adjusted members of society; these include:

- the promotion of education through leisure time activities to develop their physical, mental and spiritual capacities that they may grow to full maturity as individuals and members of society
- the provision of facilities for recreation and other leisure time activity

The trustees use the phrase "Fun and Happiness" to encapsulate the types of activities we provided and promoted, recognising that, for children, recreational and leisure time activities are ones that they would choose to do. Further, that these activities successfully engage their interest making informal education possible and, by making them happy, improve their quality of life.

Goals and performance

This was a record year on many fronts for KidsOut and their statistics are very impressive indeed. For example, KidsOut more than doubled the number of toy boxes sent out to the UK's most vulnerable children - 1,395 sent, previous best was 693! KidsOut addressed the decline in the number of disadvantaged children attending the Rotary Day Out and saw over 23,000 taking part. Their new Fun Day initiative provided 1,140 children with a superb day out. Two sensory rooms were delivered, with a third paid for waiting delivery. Over 1,300 schools and over 160,000 children signed up to World Stories and their best statistic came from the new KidsOut 'SWITCH' initiative that succeeded in returning 190 runaway or excluded from school children back into mainstream education.

Of note, what the statistics hide is the fact that not only did KidsOut increase the number of children supported but that the support itself was of a very different quality and of much more focussed benefit for disadvantaged children. For example, their new workshop initiative delivered real tangible benefits to the children participating and a disadvantaged child is now not just getting a once off activity but also being provided additional and follow on services.

The transformation that is currently occurring within KidsOut could not happen without the full and active support of its key network of volunteers. It should be noted that this success is a direct result of the Chairs' overall leadership, a diverse range of Trustees, KidsOut new Ambassador Initiative, the regional event committees and the small team of staff and volunteers at their office in Leighton Buzzard. The challenge will be to repeat the success of this year!

It is important to note that in-kind support has significantly increased this year and has directly helped to deliver more services. This support included £117,000 worth of new toys, storage and carriage, £15,000 worth of office and refuge furniture, £5,000 of legal support, £3,000 of marketing material and £5,000 of new clothes.

Financial review

The trustees consider the financial position satisfactory.

KIDS OUT UK

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2013

Organisational review

DETAILS TO BE PROVIDED

Plans for the 2013/2014

For the year 2013 to June 2014, KidsOut will:-

Provide fun and positive experiences to more disadvantaged children and young people.

Generate sufficient funding and secure significant in-kind support in order to:

- Increase Toy Box recipients by providing at least 1,400 toy boxes.
- Match last year's increase in the number of disadvantaged children attending either the Rotary Day Out or a Fun Day Out.
- Provide a Phyzzpod to a special needs school and one to Noah's Ark Children's Hospice when required.
- Through the KidsOut Switch project, return over 100 runaway or excluded from school children back into full time education.
- Introduce 10 WAFE refuges to the KidsOut Outreach programme aimed at children who have fled home leaving everything behind.
- Working with partners, develop and expand the KidsOut workshop initiative aimed at the UK's most vulnerable children.

Disclosure of information to auditors

Each of the directors has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Auditors

A resolution proposing that Hills & Burgess be reappointed as auditors of the company will be put to the members.

On behalf of the board of trustees

H Pitcher (Chair)

Trustee

Dated: 2 October 2013

KIDS OUT UK

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees, who are also the directors of Kids Out UK for the purpose of company law, are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these accounts, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

KIDS OUT UK

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF KIDS OUT UK

We have audited the accounts of Kids Out UK for the year ended 30 June 2013 set out on pages 7 to 16. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees 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 charitable company and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of Kids Out UK for the purposes of company law, are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view.

The trustees have elected for the accounts to be audited in accordance with the Charities Act 2011 rather than the Companies Act 2006. Accordingly we have been appointed as auditors under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our responsibility is to audit and express an opinion on the accounts in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the accounts

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

We have undertaken the audit in accordance with the requirements of APB Ethical Standards including APB Ethical Standard - Provisions Available for Small Entities, in the circumstances set out in note 17 to the accounts.

Opinion on accounts

In our opinion the accounts:

- give a true and fair view of the state of the charitable company's affairs as at 30 June 2013 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

KIDS OUT UK

INDEPENDENT AUDITORS' REPORT (CONTINUED) TO THE TRUSTEES OF KIDS OUT UK

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Trustees' Report is inconsistent in any material respect with the accounts; or
- the charitable company has not kept adequate accounting records; or
- the accounts are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

**J Roberts BA(Hons) FCA (Senior Statutory Auditor)
for and on behalf of Hills & Burgess**

Chartered Accountants

Statutory Auditor

20 Bridge Street
Leighton Buzzard
Bedfordshire
LU7 1AL

Dated:

Hills & Burgess is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

KIDS OUT UK

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2013

	Notes	Unrestricted funds £	Restricted funds £	Total 2013 £	Total 2012 £
<u>Incoming resources from generated funds</u>					
Voluntary income	2	344,395	58,100	402,495	439,260
Activities for generating funds	3	386,603	-	386,603	330,943
Investment income	4	2,400	-	2,400	2,016
Total incoming resources		733,398	58,100	791,498	772,219
<u>Resources expended</u>					
Costs of generating funds					
Costs of generating voluntary income		107,936	-	107,936	70,886
Fundraising trading: costs of goods sold and other costs	3	151,748	-	151,748	150,671
		259,684	-	259,684	221,557
Charitable activities					
Charitable activities		367,053	88,204	455,257	400,513
Governance costs		15,250	-	15,250	15,005
Total resources expended		641,987	88,204	730,191	637,075
Net income/(expenditure) for the year/ Net movement in funds		91,411	(30,104)	61,307	135,144
Fund balances at 1 July 2012		574,905	61,994	636,899	501,755
Fund balances at 30 June 2013		666,316	31,890	698,206	636,899

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

KIDS OUT UK

BALANCE SHEET

AS AT 30 JUNE 2013

	Notes	2013 £	£	2012 £	£
Fixed assets					
Tangible assets	10		15,000		-
Current assets					
Debtors	11	195,460		215,378	
Cash at bank and in hand		562,101		485,691	
		<u>757,561</u>		<u>701,069</u>	
Creditors: amounts falling due within one year	12	<u>(74,355)</u>		<u>(64,170)</u>	
Net current assets			<u>683,206</u>		<u>636,899</u>
Total assets less current liabilities			<u>698,206</u>		<u>636,899</u>
Income funds					
Restricted funds	13		31,890		61,994
Unrestricted funds			<u>666,316</u>		<u>574,905</u>
			<u>698,206</u>		<u>636,899</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 June 2013, although an audit has been carried out under section 144 of the Charities Act 2011. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these accounts under the requirements of the Companies Act 2006.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

These accounts have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

KIDS OUT UK

BALANCE SHEET (CONTINUED)

AS AT 30 JUNE 2013

The accounts were approved by the Board on 2 October 2013

H Pitcher (Chair)
Trustee

Company Registration No. 03636219

KIDS OUT UK

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2013

1 Accounting policies

1.1 Basis of preparation

The accounts have been prepared under the historical cost convention.

The accounts have been prepared in accordance with applicable accounting standards, the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005 and the Companies Act 2006.

1.2 Incoming resources

Grants, including grants for the purchase of fixed assets, are recognised in full in the statement of financial activities in the year in which they are received or the year in which they are receivable, whichever is the earlier, unless they relate to a specified future period, in which case they are deferred.

Voluntary income is received by way of donations and gifts and is recognised in full in the statement of financial activities when receivable. Donated services and facilities are included at the value to the charity if it can be quantified. Volunteer time is not included in the financial statements.

1.3 Resources expended

Costs of generating funds comprises the costs associated with attracting voluntary income and the costs of other income generation.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements.

Expenditure is recognised when it is incurred and is reported gross of related income. Expenditure includes VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Support costs include the central functions and have been allocated to activity cost categories based on the cost of staff time spent on each activity.

1.4 Tangible fixed assets and depreciation

Depreciation is provided on all tangible assets at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows:

Computer equipment	written off in year of purchase
Fixtures, fittings & equipment	3 years straight line

Expenditure on tangible fixed assets has been capitalised only if the cost of an individual item exceeds £1,000.

1.5 Leasing and hire purchase commitments

All leases of equipment are considered to be operating leases, and rentals are recognised in the statement of financial activities on a straight line basis over the length of the lease. No assets are held under hire purchase agreements.

KIDS OUT UK

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2013

1 Accounting Policies (continued)

1.6 Accumulated funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the charitable objectives of the charity.

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund.

Designated funds are unrestricted funds earmarked by the trustees for particular purposes.

2 Voluntary income

	Unrestricted funds £	Restricted funds £	Total 2013 £	Total 2012 £
Donations and gifts	336,395	58,100	394,495	345,361
Legacies receivable	8,000	-	8,000	-
Grants receivable for core activities	-	-	-	93,899
	<u>344,395</u>	<u>58,100</u>	<u>402,495</u>	<u>439,260</u>

3 Activities for generating funds

	2013 £	2012 £
Activities for generating funds	386,603	330,943
Fundraising trading: costs of goods sold and other costs	(151,748)	(150,671)
Net Activities for generating funds	<u>234,855</u>	<u>180,272</u>

4 Investment income

	2013 £	2012 £
Interest receivable	<u>2,400</u>	<u>2,016</u>

KIDS OUT UK

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2013

5 Total resources expended

	Staff costs £	Other costs £	Total 2013 £	Total 2012 £
Costs of generating funds				
Costs of generating voluntary income	51,409	56,527	107,936	70,886
Fundraising trading: costs of goods sold and other costs	-	151,748	151,748	150,671
Total	51,409	208,275	259,684	221,557
Charitable activities				
<u>Charitable activities</u>				
Activities undertaken directly	123,173	236,053	359,226	288,081
Support costs	51,409	44,622	96,031	112,432
Total	174,582	280,675	455,257	400,513
Governance costs	12,000	3,250	15,250	15,005
	237,991	492,200	730,191	637,075

Governance costs includes payments to the auditors of £3,250 (2012: £2,500) for audit fees and £1,820 (2012: £455) for other services.

6 Support costs

	2013 £	2012 £
Other costs	44,622	58,418
Staff costs	51,409	54,014
	96,031	112,432

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year. They were reimbursed a total of £nil expenses (2012: £nil).

KIDS OUT UK

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2013

8 Employees

Number of employees

The average monthly number of employees during the year was:

	2013	2012
	Number	Number
Charitable activities	4	3
Costs of generating funds	2	2
Support costs	1	1
Governance costs	1	2
	<hr/> 8 <hr/>	<hr/> 8 <hr/>

Employment costs

	2013	2012
	£	£
Wages and salaries	217,635	228,057
	<hr/> 217,635 <hr/>	<hr/> 228,057 <hr/>

The number of employees whose annual emoluments were £60,000 or more were:

	2013	2012
	Number	Number
£70,000 and £80,000	-	1
£80,000 and £90,000	-	1
£90,000 and £100,000	1	-
	<hr/> 1 <hr/>	<hr/> - <hr/>

Of the employees whose emoluments exceed £60,000, none (2012: none) have retirement benefits accruing under defined benefit pension schemes.

9 Taxation

The charitable company is exempt from corporation tax as all its income is charitable and is applied for charitable purposes.

KIDS OUT UK

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2013

10 Tangible fixed assets

	Fixtures, fittings & equipment £
Cost	
At 1 July 2012	58,675
Additions	15,000
	<hr/>
At 30 June 2013	73,675
	<hr/>
Depreciation	
At 1 July 2012 and at 30 June 2013	58,675
	<hr/>
Net book value	
At 30 June 2013	15,000
	<hr/> <hr/>
At 30 June 2012	-
	<hr/> <hr/>

11 Debtors	2013 £	2012 £
Trade debtors	28,015	82,191
Amounts owed by Kids Out Trading Limited	142,326	123,578
Other debtors	13,255	3,883
Prepayments and accrued income	11,864	5,726
	<hr/>	<hr/>
	195,460	215,378
	<hr/> <hr/>	<hr/> <hr/>

12 Creditors: amounts falling due within one year	2013 £	2012 £
Trade creditors	20,838	14,487
Taxes and social security costs	14,595	8,097
Accruals	38,922	41,586
	<hr/>	<hr/>
	74,355	64,170
	<hr/> <hr/>	<hr/> <hr/>

KIDS OUT UK

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2013

13 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds			
	Balance at 1 July 2012	Incoming resources	Resources expended	Balance at 30 June 2013
	£	£	£	£
Esmee Fairbairn	7,246	-	(7,246)	-
Big Lottery World Stories RC/2/010342553	27,769	-	(27,769)	-
Toy Box	-	7,500	(7,500)	-
LTSB	15,000	-	(13,110)	1,890
Big Lottery Support and Change RC/2/101342553	6,125	-	(6,125)	-
Phyzzpod Grange School	5,854	7,500	(13,354)	-
Phyzzpod Noah's Ark	-	22,500	-	22,500
Phyzzpod special school	-	7,500	-	7,500
Fun days	-	13,100	(13,100)	-
	<u>61,994</u>	<u>58,100</u>	<u>(88,204)</u>	<u>31,890</u>

Esmee Fairbairn
Co-ordinator with responsibility for the World Stories project.

Big Lottery World Stories RC/2/010342553
A collection of stories in 21 most commonly spoken languages. Translated into English, illustrated, available in audio version and freely accessible online.

Toy Box
Box of toys delivered to children from refuges who have escaped domestic violence.

LTSB
Multi Media project to engage disaffected young people at risk of involvement in crime and anti-social behaviour.

Big Lottery Support and Change RC/2/010342553
Evaluation support for the World Stories project.

Phyzzpod Grange School
Donation for Phyzzpod to Grange Special School.

Phyzzpod Noah's Ark
The provision of a sensory room to a hospice.

Phyzzpod special school
The provision of a sensory room to a Special school.

Fun days
Fun activity days out for disadvantaged children including the annual Rotary Day out.

KIDS OUT UK

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2013

14 Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Total £
Fund balances at 30 June 2013 are represented by:			
Tangible fixed assets	15,000	-	15,000
Current assets	725,671	31,890	757,561
Creditors: amounts falling due within one year	(74,355)	-	(74,355)
	<u>666,316</u>	<u>31,890</u>	<u>698,206</u>

15 Commitments under operating leases

At 30 June 2013 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings	
	2013	2012
	£	£
Expiry date:		
Between two and five years	15,000	15,000

16 Related parties

During the year one trustee of Kids Out UK was a director of Kids Out Trading Limited, a UK company. The company raises funds on behalf of the charity. The company pays the charity a management charge for costs incurred on its behalf.

The management charge for the year to 30 June 2013 was £78,400 (2012: £66,136).

17 Auditors' Ethical Standards

The relevant circumstances requiring disclosure in accordance with the requirements of APB Ethical Standard - Provisions Available for Small Entities are that, in common with many charities of our size and nature we use our auditors to assist with the preparation of the accounts.