

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS

(A Company Limited by Guarantee)

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2012

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

CONTENTS

| | Page |
|--|---------|
| Reference and administrative details of the charity, its directors and advisers | 1 |
| Directors' report | 2 - 4 |
| Independent auditors' report | 5 - 6 |
| Statement of financial activities | 7 |
| Statement of total recognised gains and losses | 8 |
| Balance sheet | 9 |
| Cash flow statement | 10 |
| Notes to the financial statements | 11 - 23 |

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 DECEMBER 2012**

Directors

Barbara Bent
Marie O' Byrne (North County Dublin SPCA)
Dorothy Walker
Noel O' Donoghue
Pamela Fay
Charles Cosgrave
Suzanne Coogan
Tracey Long
Helen Dooley (appointed 30 March 2012)

Company registered number
460571

Charity registered number
CHY 5619

Registered office
ISPCA Head Office
National Animal Centre
Keenagh
Co. Longford

Company secretary
Bradwell Limited

Chief executive officer
Noel Griffin

Independent auditor
Russell Brennan Keane Business Advisers
Chartered Accountants & Registered Auditor
RBK House
Irishtown
Athlone
Co Westmeath

Bankers
AIB plc
40/42 Ranelagh
Dublin 6

Solicitors
Patrick F. O'Reilly & Co.
Solicitors
9/10 South Great George's Street
Dublin 2

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2012

The directors present their report together with the audited financial statements of The Irish Society for the Prevention of Cruelty to Animals (ISPCA) (the company) for the year ended 31 December 2012. The directors confirm that the director's 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) "Accounting and Reporting by Charities" issued in March 2005, accounting standards (Irish Generally Accepted Accounting Practice).

STRUCTURE, GOVERNANCE AND MANAGEMENT

a. CONSTITUTION

The company is registered as a charitable company limited by guarantee and was set up by the memorandum and articles of association on the 30 July 2008.

The company is constituted under the memorandum and articles of association and is a registered charity number CHY 5619.

The principal objective of company is to prevent cruelty to animals, to promote animal welfare and to relieve animal suffering in Ireland.

b. METHOD OF APPOINTMENT OR ELECTION OF DIRECTORS

The management of the company is the responsibility of the directors who are elected and co-opted under the terms of the memorandum and articles of association.

c. RISK MANAGEMENT

The directors have assessed the major risks to which the company is exposed, in particular those related to the operations and finances of the company, and are satisfied that systems and procedures are in place to mitigate the exposure to the major risks.

OBJECTIVES AND ACTIVITIES

a. POLICIES AND OBJECTIVES

The policy and objective of the charity is to work locally and nationally rescuing, rehabilitating and responsibly re-homing cruelly treated and neglected animals.

ACHIEVEMENTS AND PERFORMANCE

a. REVIEW OF ACTIVITIES

The directors are responsible for the contents of the financial statements, which are prepared from the records maintained by head office at National Animal Centre, Derryglogher Lodge, Keenagh, Co. Longford.

b. FUNDRAISING ACTIVITIES/INCOME GENERATION

The aim of the ISPCA is to prevent cruelty to animals, to promote animal welfare and to relieve animal suffering in Ireland. The ISPCA is the umbrella organisation for twenty member animal welfare organisations and provides training and support to a dedicated and committed core of volunteers. The society operates two animal centres and employs six uniformed

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

DIRECTORS' REPORT (continued)
FOR THE YEAR ENDED 31 DECEMBER 2012

Inspectors whose operations cover twelve counties. The ISPCA operates a national animal helpline 1890 515 515 for members of the public to report an animal in distress or a case of suspected cruelty and also manages the dog warden service in nine counties. For more information on the organisation see www.ispca.ie.

FINANCIAL REVIEW

a. RESERVES POLICY

The company's available reserves at the period end was €2,028,766 (2011: €2,402,185). Of the available reserves €511,935 (2011: €705,603) are held for restricted purposes, as the funds were held in trust at the year end.

PLANS FOR THE FUTURE

a. FUTURE DEVELOPMENTS

No significant future events are planned by the charity.

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors (who are also directors of The Irish Society for the Prevention of Cruelty to Animals for the purposes of company law) are responsible for preparing the directors' report and the financial statements in accordance with applicable law and the accounting standards issued by Chartered Accountants Ireland (Irish Generally Accepted Accounting Practice).

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 company and of the incoming resources and application of resources, including the income and expenditure, of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- 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 company will continue in operation.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Acts 1963 - 2012. 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.

EMPLOYEE MATTERS

The wellbeing of the companys' employees is safeguarded through adherence of health and safety standards.

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

DIRECTORS' REPORT (continued)
FOR THE YEAR ENDED 31 DECEMBER 2012

POST BALANCE SHEET EVENTS

There have been no significant events affecting the company since the year end.

PROVISION OF INFORMATION TO AUDITOR

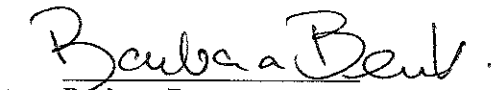
Each of the persons who are directors at the time when this directors' report is approved has confirmed that:

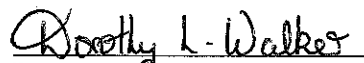
- so far as that director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditor in connection with preparing its report and to establish that the company's auditor is aware of that information.

AUDITOR

The auditor, Russell Brennan Keane Business Advisers, continue in office in accordance with Section 160(2) of the Companies Act 1963.

This report was approved by the directors on 25 May 2013 and signed on their behalf by:


Barbara Bent
Director


Dorothy Walker
Director

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE IRISH SOCIETY FOR THE
PREVENTION OF CRUELTY TO ANIMALS**

We have audited the financial statements of The Irish Society for the Prevention of Cruelty to Animals for the year ended 31 December 2012 set out on pages 7 to 23. These financial statements have been prepared under the accounting policies set out in the notes to the accounts.

This report is made solely to the charity's members, as a body, in accordance with Section 193 of the Companies Act 1963. Our audit work has been undertaken so that we might state to the charity'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 charity and its members, for our audit work, for this report, or for the opinion we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

The directors' responsibilities for preparing the financial statements in accordance with applicable law and the accounting standards issued by the Accounting Standards Board and promulgated by Chartered Accountants Ireland (Generally Accepted Accounting Practice in Ireland) are set out in the directors' responsibilities statement.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view, have been properly prepared in accordance with Generally Accepted Accounting Practice in Ireland, and have been prepared in accordance with the Companies Acts 1963 - 2012. We also report to you whether in our opinion the information given in the Trustees' report is consistent with the financial statements.

In addition we report to you if, in our opinion, the charity has not kept adequate accounting records, if the charity's financial statements are not in agreement with the accounting records and returns, if we have not received all the information and explanations we require for our audit, or if certain disclosures of trustees' remuneration specified by law are not made.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE IRISH SOCIETY FOR THE
PREVENTION OF CRUELTY TO ANIMALS**

OPINION

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2012 and of its Statement of Financial Activities for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Acts, 1963 to 2012;

We have obtained all the information and explanations which we consider necessary for the purpose of our audit. In our opinion proper books of account have been kept by the charity. The financial statements are in agreement with the books of account.

In our opinion the information given in the Directors' report is consistent with the financial statements.



Brian Feeney
for and on behalf of
Russell Brennan Keane Business Advisers
Chartered Accountants & Registered Auditor
RBK House
Irishtown
Athlone
Co Westmeath
25 May 2013

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)


STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2012

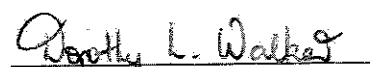
| | Note | Restricted funds 2012 € | Unrestricted funds 2012 € | Total funds 2012 € | Total funds 2011 € |
|--|------|----------------------------------|------------------------------------|-----------------------------|-----------------------------|
| INCOMING RESOURCES | | | | | |
| Incoming resources from generated funds: | | | | | |
| Activities for generating funds | 2 | - | 1,708,463 | 1,708,463 | 1,952,478 |
| Investment income | 3 | - | 35,058 | 35,058 | 32,493 |
| Other incoming resources | 4 | - | 559,664 | 559,664 | 989,632 |
| TOTAL INCOMING RESOURCES | | - | 2,303,185 | 2,303,185 | 2,974,603 |
| RESOURCES EXPENDED | | | | | |
| Charitable activities | 5 | - | 2,472,008 | 2,472,008 | 2,379,755 |
| TOTAL RESOURCES EXPENDED | | - | 2,472,008 | 2,472,008 | 2,379,755 |
| NET INCOMING RESOURCES / (RESOURCES EXPENDED) BEFORE TRANSFERS | | | | | |
| | | - | (168,823) | (168,823) | 594,848 |
| Transfers between Funds | 18 | (193,668) | - | (193,668) | 17,447 |
| NET INCOMING RESOURCES / (RESOURCES EXPENDED) BEFORE REVALUATIONS | | | | | |
| | | (193,668) | (168,823) | (362,491) | 612,295 |
| Gains and losses on revaluations of investment assets | 12 | - | (10,928) | (10,928) | (57,751) |
| NET MOVEMENT IN FUNDS FOR THE YEAR | | | | | |
| | | (193,668) | (179,751) | (373,419) | 554,544 |
| Total funds at 1 January 2012 | | 705,603 | 1,696,582 | 2,402,185 | 1,847,641 |
| TOTAL FUNDS AT 31 DECEMBER 2012 | | 511,935 | 1,516,831 | 2,028,766 | 2,402,185 |

All activities relate to continuing operations.

The statement of financial activities includes all gains and losses recognised in the year.

The financial statements were approved by the directors on 25 May 2013 and signed on their behalf by:


Barbara Bent
Director


Dorothy Walker
Director

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

**CONSOLIDATED STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 31 DECEMBER 2012**

| | Note | Restricted funds 2012 € | Unrestricted funds 2012 € | Total funds 2012 € | Total funds 2011 € |
|---|------|----------------------------------|------------------------------------|-----------------------------|-----------------------------|
| NET (EXPENDITURE)/INCOME FOR THE YEAR | 18 | (193,668) | (168,823) | (362,491) | 612,294 |
| Recognised gains and losses | | - | (10,928) | (10,928) | (57,751) |
| TOTAL GAINS AND LOSSES RECOGNISED SINCE 1 JANUARY 2012 | 18 | (193,668) | (179,751) | (373,419) | 554,543 |

The recognised gains and (losses) of (€10,928) as shown above is comprised of the following:

Losses on fixed asset investments - (€10,928)

There is no difference between the income/(expenditure) on ordinary activities for period stated above and its historical cost equivalent.

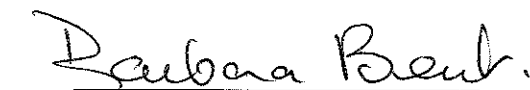
The notes on pages 11 to 23 form part of these financial statements.


THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)
REGISTERED NUMBER: 460571

BALANCE SHEET
AS AT 31 DECEMBER 2012

| | Note | € | 2012 € | € | 2011 € |
|--|------|---------|-----------|-----------|-----------|
| FIXED ASSETS | | | | | |
| Tangible assets | 11 | | 1,420,789 | | 1,419,903 |
| Investments | 12 | | 755,383 | | 758,915 |
| | | | 2,176,172 | | 2,178,818 |
| CURRENT ASSETS | | | | | |
| Stocks | 13 | 8,950 | | 18,821 | |
| Debtors | 14 | 124,002 | | 163,738 | |
| Cash at bank and in hand | 15 | 710,160 | | 1,117,479 | |
| | | | 843,112 | 1,300,038 | |
| CREDITORS: amounts falling due within one year | 16 | | (391,274) | (418,010) | |
| NET CURRENT ASSETS | | | 451,838 | | 882,028 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | 2,628,010 | | 3,060,846 |
| CREDITORS: amounts falling due after more than one year | 17 | | (599,244) | (658,661) | |
| NET ASSETS | | | 2,028,766 | 2,402,185 | |
| CHARITY FUNDS | | | | | |
| Restricted funds | 18 | | 511,935 | | 705,603 |
| Unrestricted funds | 18 | | 1,516,831 | | 1,696,582 |
| TOTAL FUNDS | | | 2,028,766 | 2,402,185 | |

The financial statements were approved by the Directors on 25 May 2013 and signed on their behalf, by:


 Barbara Bent
 Director


 Dorothy Walker
 Director

The notes on pages 11 to 23 form part of these financial statements.

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2012**

| | Note | 2012 € | 2011 € |
|---|------|------------------|----------------|
| Net cash flow from operating activities | 20 | (242,102) | 672,200 |
| Returns on investments and servicing of finance | 21 | (18,906) | (24,824) |
| Capital expenditure and financial investment | 21 | (90,520) | (154,079) |
| CASH (OUTFLOW)/INFLOW BEFORE FINANCING | | (351,528) | 493,297 |
| Financing | 21 | (74,697) | (118,039) |
| (DECREASE)/INCREASE IN CASH IN THE YEAR | | (426,225) | 375,258 |

**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS/(DEBT)
FOR THE YEAR ENDED 31 DECEMBER 2012**

| | 2012 € | 2011 € |
|--|------------------|----------------|
| (Decrease)/Increase in cash in the year | (426,225) | 375,258 |
| Cash outflow from decrease in debt and lease financing | 74,697 | 118,039 |
| MOVEMENT IN NET FUNDS/(DEBT) IN THE YEAR | (351,528) | 493,297 |
| Net funds/(debt) at 1 January 2012 | 339,349 | (153,948) |
| NET (DEBT)/FUNDS AT 31 DECEMBER 2012 | (12,179) | 339,349 |

The notes on pages 11 to 23 form part of these financial statements.

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012

1. ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention as modified by the revaluation of Land and Buildings and in accordance with applicable accounting standards.

1.2 COMPANY STATUS

The company is a company limited by guarantee. In the event of the company being wound up, the liability in respect of the guarantee is limited to €1 per member of the company.

1.3 FUND ACCOUNTING

General funds are unrestricted funds which are available for use at the discretion of the Directors in furtherance of the general objectives of the company and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors which have been raised by the company for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

1.4 INCOMING RESOURCES

All incoming resources are included in the statement of financial activities when the company is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold. Donated facilities are included at the value to the company where this can be quantified and a third party is bearing the cost. No amounts are included in the financial statements for services donated by volunteers.

Donated services or facilities, which comprise donated services, are included in income at a valuation which is an estimate of the financial cost borne by the donor where such a cost is quantifiable and measurable. No income is recognised where there is no financial cost borne by a third party.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012

1. ACCOUNTING POLICIES (continued)

1.5 RESOURCES EXPENDED

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Support costs are those costs incurred directly in support of expenditure on the objects of the company and include project management carried out at Headquarters.

1.6 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

| | | |
|---------------------|---|---------------------|
| Freehold Property | - | 2% straight line |
| Plant & equipment | - | 12.5% straight line |
| Motor vehicles | - | 20% straight line |
| Fixtures & fittings | - | 12.5% straight line |

In the case of bequest fixed assets received, cost represents the market value of assets at the date of acquisition.

The Directors decided that with effect from, 1 January 2012, Motor Vehicles would be depreciated at 20% straight line. In prior periods, such vehicles were depreciated at 25% straight line. Had the previously assessed rate been used the current year depreciation charge would have been €9,652 greater than the figures shown in note 6, note 7 and note 11.

1.7 REVALUATION OF TANGIBLE FIXED ASSETS

Revaluation gains are recognised in the profit and loss account (after adjustment for subsequent depreciation) to the extent that they reverse revaluation losses on the same assets that were previously recognised in the profit and loss account.

All other revaluation gains are recognised in the statement of total recognised gains and losses. Revaluation losses caused by a clear consumption of economic benefits are recognised in the profit and loss account. Other revaluation losses are recognised in the statement of total recognised gains and losses until carrying amount reaches its depreciated historical cost. Beyond this the loss is recognised in the profit and loss account, except where the recoverable amount of the asset is greater than its revalued amount. Then the loss is recognised in the statement of total recognised gains and losses to the extent that the recoverable amount is greater than its revalued amount.

1.8 INVESTMENTS

Investments are stated at the lower of cost and net realisable value at the balance sheet date. In the case of bequest investments received, cost represents the market value of investments at the date of acquisition.

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012**

1. ACCOUNTING POLICIES (continued)

1.9 LEASING AND HIRE PURCHASE

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the statement of financial activities so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.10 STOCKS

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.11 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.

1.12 GOVERNMENT GRANTS

Government grants and other grants are credited to the Statement of Financial Activities when the grant income is received.

1.13 PENSIONS

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

2. TRADING ACTIVITIES

| | Restricted funds 2012 € | Unrestricted funds 2012 € | Total funds 2012 € | Total funds 2011 € |
|------------------------------------|----------------------------------|------------------------------------|-----------------------------|-----------------------------|
| CHARITY TRADING INCOME | | | | |
| ISPCA Activities | - | 1,126,078 | 1,126,078 | 1,148,356 |
| Affiliation fees | - | 2,540 | 2,540 | 2,540 |
| Fundraising and donations | - | 579,845 | 579,845 | 801,582 |
| | - | <u>1,708,463</u> | <u>1,708,463</u> | <u>1,952,478</u> |
| Net income from trading activities | - | <u><u>1,708,463</u></u> | <u><u>1,708,463</u></u> | <u><u>1,952,478</u></u> |

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012**

3. INVESTMENT INCOME

| | Restricted funds 2012 € | Unrestricted funds 2012 € | Total funds 2012 € | Total funds 2011 € |
|-----------------|----------------------------------|------------------------------------|-----------------------------|-----------------------------|
| Dividend income | - | 29,935 | 29,935 | 32,216 |
| Interest income | - | 5,123 | 5,123 | 277 |
| | <u>-</u> | <u>35,058</u> | <u>35,058</u> | <u>32,493</u> |

4. OTHER INCOMING RESOURCES

| | Restricted funds 2012 € | Unrestricted funds 2012 € | Total funds 2012 € | Total funds 2011 € |
|-------------------------------|----------------------------------|------------------------------------|-----------------------------|-----------------------------|
| Other income | - | 290,413 | 290,413 | 232,685 |
| Bequest income | - | 264,401 | 264,401 | 745,630 |
| Income from sale of equipment | - | 4,850 | 4,850 | 11,317 |
| | <u>-</u> | <u>559,664</u> | <u>559,664</u> | <u>989,632</u> |

5. EXPENDITURE BY CHARITABLE ACTIVITY

SUMMARY BY FUND TYPE

| | Restricted funds 2012 € | Unrestricted funds 2012 € | Total funds 2012 € | Total funds 2011 € |
|--------------------|----------------------------------|------------------------------------|-----------------------------|-----------------------------|
| Head Office | - | 1,326,998 | 1,326,998 | 1,250,272 |
| Dog Warden Service | - | 1,145,010 | 1,145,010 | 1,129,483 |
| | <u>-</u> | <u>2,472,008</u> | <u>2,472,008</u> | <u>2,379,755</u> |

SUMMARY BY EXPENDITURE TYPE

| | 2012 € | 2011 € |
|--------------------|------------------|------------------|
| Head Office | 1,326,998 | 1,250,272 |
| Dog Warden Service | 1,145,010 | 1,129,483 |
| | <u>2,472,008</u> | <u>2,379,755</u> |

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012

6. DIRECT COSTS

| | Head Office | Dog Warden Service | Total 2012 | Total 2011 |
|---------------------------------|----------------|-----------------------|------------------|------------------|
| | € | € | € | € |
| Direct labour salaries | 536,342 | 687,063 | 1,223,405 | 1,190,627 |
| Motor costs | 57,191 | 72,444 | 129,635 | 114,840 |
| Animal costs | 88,897 | 22,806 | 111,703 | 107,399 |
| Veterinary fees | 88,585 | 17,117 | 105,702 | 104,021 |
| Telephone | 15,247 | 13,006 | 28,253 | 31,544 |
| Uniform and protective clothing | 7,223 | 577 | 7,800 | 2,415 |
| Depreciation | 42,644 | 34,490 | 77,134 | 77,675 |
| Light & Heat | 23,115 | 7,978 | 31,093 | 28,091 |
| Repairs & Maintenance | 30,137 | 8,443 | 38,580 | 35,457 |
| Rent & Rates | - | 56,452 | 56,452 | 52,708 |
| | <u>889,381</u> | <u>920,376</u> | <u>1,809,757</u> | <u>1,744,777</u> |

7. SUPPORT COSTS

| | Head Office | Dog Warden Service | Total 2012 | Total 2011 |
|--------------------------------------|----------------|-----------------------|----------------|----------------|
| | € | € | € | € |
| Administration and management charge | (29,046) | 29,046 | - | - |
| Staff costs | 218,228 | 141,531 | 359,759 | 334,787 |
| Travel and Accommodation | 13,922 | 3,578 | 17,500 | 17,895 |
| Postage, phone & stationery | 8,097 | 9,367 | 17,464 | 19,095 |
| Computer and website costs | 23,328 | 1,147 | 24,475 | 27,134 |
| Advertising and promotion | 1,137 | 197 | 1,334 | 4,392 |
| Insurance | 12,241 | 15,154 | 27,395 | 26,190 |
| Legal and professional fees | 11,750 | 7,878 | 19,628 | 29,985 |
| Audit, accountancy and consultancy | 8,568 | 11,374 | 19,942 | 30,713 |
| Repairs & Maintenance | 8,884 | - | 8,884 | 8,731 |
| Rates | 476 | - | 476 | 783 |
| Rent | 12,037 | - | 12,037 | 8,854 |
| Light and heat | 5,682 | - | 5,682 | 5,910 |
| Depreciation | 5,103 | - | 5,103 | 5,879 |
| Bank interest and leasing | 21,262 | 5,322 | 26,584 | 33,675 |
| General expenses | - | 40 | 40 | 240 |
| Subscriptions and affiliation fees | 3,616 | - | 3,616 | 2,675 |
| Security costs | 85 | - | 85 | - |
| Fundraising costs | 112,247 | - | 112,247 | 77,512 |
| Disposal of Fixed Asset | - | - | - | 528 |
| | <u>437,617</u> | <u>224,634</u> | <u>662,251</u> | <u>634,978</u> |

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012**

8. NET INCOMING RESOURCES / (RESOURCES EXPENDED)

This is stated after charging:

| | 2012 | 2011 |
|--|--------|--------|
| | € | € |
| Depreciation of tangible fixed assets: | | |
| - owned by the charitable company | 82,237 | 83,554 |
| Auditor's remuneration | 15,900 | 15,900 |
| | 15,900 | 15,900 |

9. STAFF COSTS

The average monthly number of employees during the year was as follows:

| | 2012 | 2011 |
|--------------------|------|------|
| | No. | No. |
| Administration | 8 | 8 |
| Inspectors | 6 | 5 |
| Animal centres | 15 | 15 |
| Dog warden service | 20 | 20 |
| | 49 | 48 |

| | Head Office | Dog Warden | 2012 | 2011 |
|------------------|-------------|------------|-----------|-----------|
| | € | Service | € | € |
| | | € | | |
| Wages & Salaries | 726,071 | 682,077 | 1,408,147 | 1,352,195 |
| Employer PRSI | 65,137 | 69,834 | 134,971 | 130,798 |
| Pension Costs | 14,617 | 25,428 | 40,046 | 42,421 |
| | 805,825 | 777,339 | 1,583,164 | 1,525,414 |
| Total | | | | |

During the year, no directors received any remuneration (2011 - €NIL)

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012**

10. INTEREST PAYABLE

| | 2012 | 2011 |
|--|--------|--------|
| | € | € |
| Lease finance charges and hire purchase interest | 6,909 | 6,758 |
| Bank interest and charges | 19,675 | 26,917 |
| | 26,584 | 33,675 |

11. TANGIBLE FIXED ASSETS

| | Freehold property € | Plant & machinery € | Motor vehicles € | Fixtures & fittings € | Total € |
|------------------------------|---------------------------|---------------------------|------------------------|-----------------------------|------------|
| GROUP | | | | | |
| COST OR VALUATION | | | | | |
| At 1 January 2012 | 1,771,218 | 8,342 | 441,331 | 449,932 | 2,670,823 |
| Additions | - | - | 75,048 | 8,075 | 83,123 |
| Disposals | - | - | (42,888) | - | (42,888) |
| At 31 December 2012 | 1,771,218 | 8,342 | 473,491 | 458,007 | 2,711,058 |
| DEPRECIATION | | | | | |
| At 1 January 2012 | 519,906 | 6,259 | 338,970 | 385,785 | 1,250,920 |
| Charge for the year | 22,588 | 1,043 | 38,616 | 19,990 | 82,237 |
| On disposals | - | - | (42,888) | - | (42,888) |
| At 31 December 2012 | 542,494 | 7,302 | 334,698 | 405,775 | 1,290,269 |
| NET BOOK VALUE | | | | | |
| At 31 December 2012 | 1,228,724 | 1,040 | 138,793 | 52,232 | 1,420,789 |
| At 31 December 2011 | 1,251,312 | 2,083 | 102,361 | 64,147 | 1,419,903 |

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows:

| | 2012 | 2011 |
|----------------|---------|--------|
| | € | € |
| GROUP | | |
| Motor vehicles | 136,043 | 95,493 |
| | 136,043 | 95,493 |

The land and buildings were revalued by independent third party Auctioneers on an open market existing use basis.

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012**

12. FIXED ASSET INVESTMENTS

| | Listed securities |
|--|--------------------------|
| GROUP | € |
| LISTED INVESTMENTS | |
| At 1 January 2012 | 913,063 |
| Additions | 252,169 |
| Disposals | (287,624) |
| | 877,608 |
| PROVISION FOR DIMINUTION IN VALUE | |
| At 1 January 2012 | 154,148 |
| Provided during the year | 10,930 |
| Impairment on disposals | (42,853) |
| | 122,225 |
| NET BOOK VALUE | |
| At 31 December 2012 | 755,383 |
| At 31 December 2011 | 758,915 |
| Investments comprise: | |
| | 2012 |
| | € |
| Listed investments | 755,383 |
| | 2011 |
| | € |
| | 758,915 |

All the fixed asset investments are held in the UK, USA and Ireland.

The movement in the carrying value of the fixed asset investments as shown above is comprised of the following:

| | € |
|---|-----------|
| Purchases of listed investments in the period | 252,169 |
| Disposals of listed investments | (287,624) |
| Unrealised loss on revaluation of listed investments held | (10,930) |
| Impairment write off on listed investments disposed | 42,853 |
| | (3,532) |
| Total | (3,532) |

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012**

13. STOCKS

| | 2012 | 2011 |
|----------------|--------------|---------------|
| | € | € |
| Finished goods | 8,950 | 18,821 |
| | <u>8,950</u> | <u>18,821</u> |

14. DEBTORS

| | 2012 | 2011 |
|--------------------------------|----------------|----------------|
| | € | € |
| Trade debtors | 111,440 | 145,039 |
| Prepayments and accrued income | 12,562 | 18,699 |
| | <u>124,002</u> | <u>163,738</u> |
| | <u>124,002</u> | <u>163,738</u> |

15. BANK AND CASH

| | 2012 | 2011 |
|---------------|----------------|------------------|
| | € | € |
| Bank and Cash | 710,160 | 1,117,479 |
| | <u>710,160</u> | <u>1,117,479</u> |

This includes monies held in trust of €511,935 (2011 - €705,604).

**16. CREDITORS:
AMOUNTS FALLING DUE WITHIN ONE YEAR**

| | 2012 | 2011 |
|--|----------------|----------------|
| | € | € |
| Bank loans and overdrafts | 81,672 | 82,508 |
| Net obligations under finance leases and hire purchase contracts | 41,424 | 36,961 |
| Trade creditors | 71,870 | 105,505 |
| Other creditors | 160,003 | 140,004 |
| Accruals and deferred income | 36,305 | 53,032 |
| | <u>391,274</u> | <u>418,010</u> |
| | <u>391,274</u> | <u>418,010</u> |

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012**

**17. CREDITORS:
AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

| | 2012 € | 2011 € |
|--|-----------|-----------|
| Bank loans | 540,814 | 609,634 |
| Net obligations under finance leases and hire purchase contracts | 58,430 | 49,027 |
| | 599,244 | 658,661 |

Obligations under finance leases and hire purchase contracts, included above, are payable as follows:

| | 2012 € | 2011 € |
|----------------------------|-----------|-----------|
| Between one and five years | 58,430 | 49,027 |
| | 58,430 | 49,027 |

Allied Irish Bank hold as security a mortgage over the company property at Derryglogher, Keenagh, Co. Longford and a charge over specific share portfolio investments.

18. STATEMENT OF FUNDS

| | Brought Forward € | Incoming resources € | Resources Expended € | Transfers in/out € | Gains/ (Losses) € | Carried Forward € |
|---------------------------|-------------------------|----------------------------|----------------------------|--------------------------|-------------------------|-------------------------|
| UNRESTRICTED FUNDS | | | | | | |
| General Fund | 1,696,582 | 2,303,185 | (2,472,008) | - | (10,928) | 1,516,831 |
| RESTRICTED FUNDS | | | | | | |
| Restricted Fund | 705,603 | - | - | (193,668) | - | 511,935 |
| Total of funds | 2,402,185 | 2,303,185 | (2,472,008) | (193,668) | (10,928) | 2,028,766 |

SUMMARY OF FUNDS

| | Brought Forward € | Incoming resources € | Resources Expended € | Transfers in/out € | Gains/ (Losses) € | Carried Forward € |
|------------------|-------------------------|----------------------------|----------------------------|--------------------------|-------------------------|-------------------------|
| General funds | 1,696,582 | 2,303,185 | (2,472,008) | - | (10,928) | 1,516,831 |
| Restricted funds | 705,603 | - | - | (193,668) | - | 511,935 |
| | 2,402,185 | 2,303,185 | (2,472,008) | (193,668) | (10,928) | 2,028,766 |

The Society holds monies in trust (in cash) for member societies as follows:

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012

18. STATEMENT OF FUNDS (continued)

| | 2012 | 2011 |
|----------------------------------|----------------|----------------|
| | € | € |
| Donegal SPCA | 457,287 | 651,498 |
| Major & Mrs Grove - Donegal SPCA | 53,840 | 53,306 |
| Florence Clarke - Kilkenny SPCA | 808 | 800 |
| | 511,935 | 705,604 |
| Restricted funds | 511,935 | 705,604 |

19. ANALYSIS OF NET ASSETS BETWEEN FUNDS

| | Restricted funds | Unrestricted funds | Total funds | Total funds |
|-------------------------------------|---------------------|-----------------------|------------------|------------------|
| | 2012 | 2012 | 2012 | 2011 |
| | € | € | € | € |
| Tangible fixed assets | - | 1,420,789 | 1,420,789 | 1,419,903 |
| Fixed asset investments | - | 755,383 | 755,383 | 758,915 |
| Current assets | 511,935 | 331,180 | 843,115 | 1,300,038 |
| Creditors due within one year | - | (391,277) | (391,277) | (418,013) |
| Creditors due in more than one year | - | (599,244) | (599,244) | (658,661) |
| | 511,935 | 1,516,831 | 2,028,766 | 2,402,185 |
| | 511,935 | 1,516,831 | 2,028,766 | 2,402,185 |

20. NET CASH FLOW FROM OPERATING ACTIVITIES

| | 2012 | 2011 |
|--|------------------|----------------|
| | € | € |
| Net incoming resources before revaluations | (362,491) | 612,295 |
| Returns on investments and servicing of finance | 18,906 | 24,824 |
| Depreciation of tangible fixed assets | 82,237 | 83,554 |
| Decrease in stocks | 9,871 | 1,876 |
| Decrease/(increase) in debtors | 39,735 | (102,391) |
| (Decrease)/increase in creditors | (30,360) | 52,042 |
| | (242,102) | 672,200 |
| NET CASH (OUTFLOW)/INFLOW FROM OPERATIONS | (242,102) | 672,200 |

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012**

21. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT

| | 2012 € | 2011 € |
|--|-----------------|------------------|
| RETURNS ON INVESTMENTS AND SERVICING OF FINANCE | | |
| Interest paid | (12,212) | (18,066) |
| Hire purchase interest | (6,694) | (6,758) |
| | (18,906) | (24,824) |
| | (18,906) | (24,824) |
| | 2012 € | 2011 € |
| CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT | | |
| Purchase of tangible fixed assets | (83,123) | (123,109) |
| Sale of tangible fixed assets | - | 1,375 |
| Purchase of listed investments | (252,169) | (168,110) |
| Sale of listed investments | 244,772 | 135,765 |
| | (90,520) | (154,079) |
| | (90,520) | (154,079) |
| | 2012 € | 2011 € |
| FINANCING | | |
| Repayment of loans | (81,868) | (110,386) |
| Repayment of finance leases | (51,369) | (53,002) |
| New finance lease | 58,540 | 45,349 |
| | (74,697) | (118,039) |
| | (74,697) | (118,039) |

22. ANALYSIS OF CHANGES IN NET DEBT

| | 1 January 2012 € | Cash flow € | Other non-cash changes € | 31 December 2012 € |
|--|------------------------|------------------|-----------------------------------|-----------------------------|
| Cash at bank and in hand: | 1,117,479 | (426,225) | 18,906 | 710,160 |
| DEBT: | | | | |
| Finance leases | (85,988) | (13,865) | - | (99,853) |
| Loans due within one year | (82,508) | 836 | - | (81,672) |
| Loans falling due after more than one year | (609,634) | 68,820 | - | (540,814) |
| | 339,349 | (370,434) | 18,906 | (12,179) |
| NET FUNDS/(DEBT) | 339,349 | (370,434) | 18,906 | (12,179) |

THE IRISH SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012

23. RELATED PARTY TRANSACTIONS

| | 2012 | 2011 |
|----------------|-------------------|-------------------|
| | € | € |
| Leitrim SPCA | 4,000 | 4,000 |
| Roscommon SPCA | 5,645 | 5,645 |
| | <u> </u> | <u> </u> |

24. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved by the directors on 25th May 2013.