

**SAMPLE-STUDIOS COMPANY LIMITED BY GUARANTEE**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

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## **SAMPLE-STUDIOS COMPANY LIMITED BY GUARANTEE DIRECTORS AND OTHER INFORMATION**

<b>Directors</b>	Oisín Creagh Peadar Lamb (Resigned 13 October 2020) Sarah Booth Carl Dixon John MacMonagle Rebecca Bradley Kate O'Shea Eileen O'Hara James Christopher O'Sullivan (Appointed 13 October 2020) Jacqueline Feely (Appointed 10 March 2021)
<b>Company Secretary</b>	Rebecca Bradley
<b>Company Number</b>	495880
<b>Charity Number</b>	22648
<b>Registered Office and Business Address</b>	Churchfield Industrial Estate, Churchfield, Cork.
<b>Auditors</b>	Roberts Nathan, Chartered Certified Accountants and Statutory Audit Firm, Penthouse Floor, 5 Lapps Quay, Cork.
<b>Bankers</b>	Ulster Bank, 88 Patrick Street, Cork.  KBC Bank Ireland plc., Sandwith Street, Dublin 2.  Gurrabraher Credit Union, Baker's Rd, Gurrabraher, Cork.
<b>Solicitors</b>	Comyn Kelleher Tobin, 2 George's Quay, Cork.

# **SAMPLE-STUDIOS COMPANY LIMITED BY GUARANTEE DIRECTORS' REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

The directors present their report and the audited financial statements for the financial year ended 31 December 2020.

## **Principal Activity and Review of the Business**

The principal activity of the company during the year under review was to support and promote emerging and established contemporary practitioners of the arts. In addition its aim is to sustain and develop local, regional and international initiatives and to promote research and community outreach projects.

The Company is limited by guarantee not having a share capital.

There has been no significant change in these activities during the financial year ended 31 December 2020.

## **Financial Results**

The deficit for the financial year after providing for depreciation amounted to €(3,434) (2019 - €(373)).

At the end of the financial year, the company has assets of €41,926 (2019 - €47,359) and liabilities of €31,998 (2019 - €33,997). The net assets of the company have decreased by €(3,434).

## **Directors and Secretary**

The directors who served throughout the financial year, except as noted, were as follows:

Oisín Creagh  
Peadar Lamb (Resigned 13 October 2020)  
Sarah Booth  
Carl Dixon  
John MacMonagle  
Rebecca Bradley  
Kate O'Shea  
Eileen O'Hara  
James Christopher O'Sullivan (Appointed 13 October 2020)  
Jacqueline Feely (Appointed 10 March 2021)

The secretary who served throughout the financial year was Rebecca Bradley.

As the company is a company limited by guarantee, it does not have share capital.

In accordance with the Constitution, the directors retire by rotation and, being eligible, offer themselves for re-election.

## **Future Developments**

The directors expect the company to begin generating surplus in the coming years.

## **Post Balance Sheet Events**

While COVID 19 was declared a pandemic by the World Health Organisation on 11 March 2020, since the year end the government continue to revise the level of restrictions affecting businesses, society and the economy. However, the Directors are of the view that these restrictions are not detrimental to the performance of the company.

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

## **Auditors**

The auditors, Roberts Nathan, (Chartered Certified Accountants and Statutory Audit Firm,) have indicated their willingness to continue in office in accordance with the provisions of section 383(2) of the Companies Act 2014.

## **Statement on Relevant Audit Information**

In accordance with section 330 of the Companies Act 2014, so far as each of the persons who are directors at the time this report is approved are aware, there is no relevant audit information of which the statutory auditors are unaware. The directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and they have established that the statutory auditors are aware of that information.

**SAMPLE-STUDIOS COMPANY LIMITED BY GUARANTEE  
DIRECTORS' REPORT  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

**Accounting Records**

To ensure that adequate accounting records are kept in accordance with sections 281 to 285 of the Companies Act 2014, the directors have employed appropriately qualified accounting personnel and have maintained appropriate computerised accounting systems. The accounting records are located at the company's office at Churchfield Industrial Estate, Churchfield, Cork.

**Signed on behalf of the board**

**Carl Dixon  
Director**

**Date: 9<sup>th</sup> June 2021**

**Rebecca Bradley  
Director**

**Date: 9<sup>th</sup> June 2021**

# **SAMPLE-STUDIOS COMPANY LIMITED BY GUARANTEE DIRECTORS' RESPONSIBILITIES STATEMENT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

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

Irish company law requires the directors to prepare financial statements for each financial year. Under the law the directors have elected to prepare the financial statements in accordance with the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", applying Section 1A of that Standard, issued by the Financial Reporting Council. Under company law, the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the assets, liabilities and financial position of the company as at the financial year end date and of the surplus or deficit of the company for the financial year and otherwise comply with the Companies Act 2014.

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

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

The directors are responsible for ensuring that the company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the company, enable at any time the assets, liabilities, financial position and surplus or deficit of the company to be determined with reasonable accuracy, enable them to ensure that the financial statements and Directors' Report comply with the Companies Act 2014 and enable the financial statements to be readily and properly audited. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the directors are aware:

- there is no relevant audit information (information needed by the company's auditor in connection with preparing the auditor's report) of which the company's auditor is unaware, and
- the directors have taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

**Signed on behalf of the board**

**Carl Dixon**  
Director

**Date: 9<sup>th</sup> June 2021**

**Rebecca Bradley**  
Director

**Date: 9<sup>th</sup> June 2021**

# **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SAMPLE-STUDIOS COMPANY LIMITED BY GUARANTEE**

## **Report on the audit of the financial statements**

### **Opinion**

We have audited the financial statements of Sample-Studios Company Limited by Guarantee ('the company') for the financial year ended 31 December 2020 which comprise the Income and Expenditure Account, the Balance Sheet, the Reconciliation of Members' Funds and notes to the financial statements, including the 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 FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", issued in the United Kingdom by the Financial Reporting Council, applying Section 1A of that Standard.

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the company as at 31 December 2020 and of its deficit for the financial year then ended;
- have been properly prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", applying Section 1A of that Standard; and
- 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 described below in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of financial statements in Ireland, including the Ethical Standard for Auditors (Ireland) 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**

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from the date when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

### **Other Information**

The directors are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our Auditor's Report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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 course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Opinions on other matters prescribed by the Companies Act 2014**

In our opinion, based solely on the work undertaken in the course of the audit, we report that:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with the Companies Act 2014.

We have obtained all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit.

In our opinion the accounting records of the company were sufficient to permit the financial statements to be readily and properly audited. In our opinion the financial statements are in agreement with the accounting records.

# **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SAMPLE-STUDIOS COMPANY LIMITED BY GUARANTEE**

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

Based on the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified any material misstatements in the Directors' Report. The Companies Act 2014 requires us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions required by sections 305 to 312 of the Act, which relate to disclosures of directors' remuneration and transactions are not complied with by the company. We have nothing to report in this regard.

## **Respective responsibilities**

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

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements in accordance with the applicable financial reporting framework that give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, if applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operation, or has no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditor's Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (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 contained in the appendix to this report, located at page 9, which is to be read as an integral part of our report.

### **The purpose of our audit work and to whom we owe our responsibilities**

Our report is made solely to the company's members, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an Auditor's Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume any responsibility to anyone other than the company and the company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

**Peter E. Roberts**  
**for and on behalf of**  
**Roberts Nathan,**

Chartered Certified Accountants and Statutory Audit Firm,  
Penthouse Floor,  
5 Lapps Quay,  
Cork.

**Date: 9<sup>th</sup> June 2021**

# **SAMPLE-STUDIOS COMPANY LIMITED BY GUARANTEE APPENDIX TO THE INDEPENDENT AUDITOR'S REPORT**

## **Further information regarding the scope of our responsibilities as auditor**

As part of an audit in accordance with ISAs (Ireland), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**SAMPLE-STUDIOS COMPANY LIMITED BY GUARANTEE  
INCOME AND EXPENDITURE ACCOUNT  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

	Notes	2020 €	2019 €
<b>Income</b>	<b>6</b>	<b>83,880</b>	83,875
<b>Expenditure</b>		<b>(87,314)</b>	(84,255)
<b>Deficit before interest</b>		<b>(3,434)</b>	(380)
Interest receivable and similar income		-	7
<b>Deficit before tax</b>		<b>(3,434)</b>	(373)
Tax on deficit		-	-
<b>Deficit for the financial year</b>	<b>17</b>	<b>(3,434)</b>	(373)
<b>Total comprehensive income</b>		<b>(3,434)</b>	(373)

Approved by the board on 9<sup>th</sup> June 2021 and signed on its behalf by:

**Carl Dixon**  
Director

**Rebecca Bradley**  
Director

**SAMPLE-STUDIOS COMPANY LIMITED BY GUARANTEE  
BALANCE SHEET  
AS AT 31 DECEMBER 2020**

	Notes	2020 €	2019 €
<b>Fixed Assets</b>			
Tangible assets	9	<u>1,397</u>	<u>1,209</u>
<b>Current Assets</b>			
Debtors	10	5	1,890
Cash and cash equivalents		<u>40,524</u>	<u>44,260</u>
		<u>40,529</u>	<u>46,150</u>
<b>Creditors: Amounts falling due within one year</b>	11	<u>(31,998)</u>	<u>(33,997)</u>
<b>Net Current Assets</b>		<u>8,531</u>	<u>12,153</u>
<b>Total Assets less Current Liabilities</b>		<u><u>9,928</u></u>	<u><u>13,362</u></u>
<b>Reserves</b>			
Income and expenditure account	17	<u>9,928</u>	<u>13,362</u>
<b>Company Funds</b>		<u><u>9,928</u></u>	<u><u>13,362</u></u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", applying Section 1A of that Standard.

Approved by the board on 9<sup>th</sup> June 2021 and signed on its behalf by:

**Carl Dixon**  
Director

**Rebecca Bradley**  
Director

**SAMPLE-STUDIOS COMPANY LIMITED BY GUARANTEE  
RECONCILIATION OF COMPANY FUNDS**

as at 31 December 2020

	<b>Retained surplus</b>	<b>Total</b>
	<b>€</b>	<b>€</b>
<b>At 1 January 2019</b>	13,735	13,735
Deficit for the financial year	<u>(373)</u>	<u>(373)</u>
<b>At 31 December 2019</b>	13,362	13,362
Deficit for the financial year	<u>(3,434)</u>	<u>(3,434)</u>
<b>At 31 December 2020</b>	<u><b>9,928</b></u>	<u><b>9,928</b></u>

# **SAMPLE-STUDIOS COMPANY LIMITED BY GUARANTEE NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

## **1. GENERAL INFORMATION**

Sample-Studios Company Limited By Guarantee is a company limited by guarantee incorporated in the Republic of Ireland. The registered office of the company is Churchfield Industrial Estate, Churchfield, Cork which is also the company's principal place of business. The principal activity of the company during the year under review was to support and promote emerging and established contemporary practitioners of the arts, in addition its aim is to sustain and develop local, regional and international initiatives and to promote research and community outreach projects. The financial statements have been presented in Euro (€) which is also the functional currency of the company.

## **2. SUMMARY OF SIGNIFICANT 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.

### **Statement of compliance**

The financial statements of the company for the financial year ended 31 December 2020 have been prepared in accordance with the provisions of FRS 102 Section 1A (Small Entities) and the Companies Act 2014.

### **Basis of preparation**

The financial statements have been prepared on the going concern basis and in accordance with the historical cost convention except for certain properties and financial instruments that are measured at revalued amounts or fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The financial reporting framework that has been applied in their preparation is the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" Section 1A, issued by the Financial Reporting Council.

The company qualifies as a small company as defined by section 280A of the Companies Act 2014 in respect of the financial year, and has applied the rules of the 'Small Companies Regime' in accordance with section 280C of the Companies Act 2014 and Section 1A of FRS 102.

### **Income**

Turnover comprises of income generated by the company mainly through the collection of memberships and public funding.

### **Government Grants**

Capital grants received and receivable are treated as deferred income and amortised to the Income and Expenditure Account annually over the useful economic life of the asset to which it relates. Revenue grants are credited to the Income and Expenditure Account when received.

### **Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost or at valuation, less accumulated depreciation. The charge to depreciation is calculated to write off the original cost or valuation of tangible fixed assets, less their estimated residual value, over their expected useful lives as follows:

Fixtures, fittings and equipment	-	12.5% Straight line
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The carrying value of tangible fixed assets is reviewed for impairment if events or changes in circumstances indicate that the carrying amount value may not be recoverable. Under Irish GAAP impairment is assessed by comparing the carrying value of the asset with its recoverable amount (the higher of net realisable value and value in use). Net realisable value is defined as the amount at which an asset could be disposed net of any direct selling costs. Value in use is defined as the present value of the future cashflows obtainable through the continued use of an asset including those expected to be realised on eventual disposal.

### **Trade and other debtors**

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases the receivables are stated at cost less impairment losses for bad and doubtful debts.

### **Trade and other creditors**

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method, unless the effect of discounting would be immaterial, in which case they are stated at cost.

**SAMPLE-STUDIOS COMPANY LIMITED BY GUARANTEE  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

continued

**Taxation and deferred taxation**

Current tax represents the amount expected to be paid or recovered in respect of taxable income for the financial year and is calculated using the tax rates and laws that have been enacted or substantially enacted at the Balance Sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more tax in the future, or a right to pay less tax in the future. Timing differences are temporary differences between the company's taxable income and its results as stated in the financial statements.

Deferred tax is measured on an undiscounted basis at the tax rates that are anticipated to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the Balance Sheet date.

**Financial Instruments**

**Financial assets**

Basic financial assets, including trade and other debtors and cash and cash equivalents, are initially recognised at transaction price (including transaction costs), unless the arrangement constitutes a financing transaction. Where the arrangement constitutes a financing transaction the resulting financial asset is initially measured at the present value of the future receipts discounted at a market rate of interest for similar debt instrument.

Trade and other debtors and cash and cash equivalents are subsequently measured at amortised cost using the effective interest method.

At the end of each financial year financial assets measured at amortised cost are assessed for objective evidence of impairment. If there is objective evidence that a financial asset measured at amortised cost is impaired an impairment loss is recognised in profit or loss. The impairment loss is the difference between the financial asset's carrying amount and the present value of the financial assets estimated cash inflows discounted at the asset's original effective interest rate.

If, in a subsequent financial year, the amount of an impairment loss decreases and the decreases can be objectively related to an event occurring after the impairment was recognised the previously recognised impairment loss is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been had the impairment loss not previously been recognised. The impairment reversal is recognised in profit or loss.

Financial assets are derecognised when (a) the contractual rights to the cash flows from the asset expire or are settled, or (b) substantially all the risks and rewards of ownership of the financial asset are transferred to another party or (c) control of the financial asset has been transferred to another party who has the practical ability to unilaterally sell the financial asset to an unrelated third party without imposing additional restrictions.

**Financial liabilities**

Basic financial liabilities, including trade and other creditors and bank loans are initially recognised at transaction price, unless the arrangement constitutes a financing transaction. Where the arrangement constitutes a financing transaction the resulting financial liability is initially measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Trade and other creditors and bank loans are subsequently carried at amortised cost, using the effective interest method.

Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is possible that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw-down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is treated as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

Trade creditors are obligations to pay for goods or services that have been acquired on the ordinary course of business from suppliers. Trade creditors are classified as due within one year if payment is due within one year or less. If not, they are presented as falling due after more than one year. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Financial liabilities are derecognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled or expires.

**SAMPLE-STUDIOS COMPANY LIMITED BY GUARANTEE  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

continued

**3. SIGNIFICANT ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY**

The directors consider the accounting estimates and assumptions below to be its critical accounting estimates and judgements:

Useful economic lives of tangible fixed assets

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual value of the assets. They are amended when necessary to reflect current estimates, economic utilisation and the physical condition of the asset.

Provisions and accruals

Provisions by their nature are liabilities with an uncertain timing or amount. These provisions require management's best estimate in relation to the future cash outflows likely to arise in connection with obligations existing at the reporting date.

**4. DEPARTURE FROM COMPANIES ACT 2014 PRESENTATION**

In preparing the Financial Statements the directors have departed from the prescribed format for Financial Statements as set out in the Companies Act 2014. In the opinion of the directors the format of the Financial Statements as presented in these Financial Statements better describes the not for profit activities undertaken by the company. The principal departure from the prescribed formats as set down by the Companies Act 2014 is the replacement of the title "Profit and Loss Account" with the title "Income and Expenditure Account" and some consequential changes in the notes to the financial statements.

**5. GOING CONCERN**

The Financial Statements have been prepared in conformity with generally accepted accounting practice in Ireland which assumes that the company will continue as a going concern. However, during the year ended 31 December 2020, while the company generated a deficit in the amount of €3,434, it had an accumulated surplus of €9,928 at the yearend date. The company is dependent on the funding provided by the Cork County Council, it has received a guarantee of funding for the financial year ended 31 December 2021.

In January 2021, the board will seek confirmation in relation to the additional funding the Cork County Council will provide for the following twelve months. While the company will be dependent on the ongoing support of its creditors and bankers, the directors will continue to implement the necessary steps to not only minimise costs but to also to preserve cash. This will also assist in mitigating against the financial impact of COVID-19 pandemic.

Having considered the relevant factors, the directors believe it is appropriate to prepare the Financial Statements on a going concern basis. The Financial Statements do not include any adjustment that would result if the company was unable to continue as a going concern.

**6. INCOME**

The whole of the company's income is attributable to its activities in the Republic of Ireland and is derived from the principal activity to support and promote emerging and established contemporary practitioners of the arts.

**7. OPERATING DEFICIT**

	<b>2020</b>	2019
	€	€
<b>Operating deficit is stated after charging:</b>		
Depreciation of tangible fixed assets	<b>680</b>	684
Government grants received	<b>(35,000)</b>	(35,100)
	<u><u>          </u></u>	<u><u>          </u></u>

**SAMPLE-STUDIOS COMPANY LIMITED BY GUARANTEE  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

continued

**8. EMPLOYEES**

The average monthly number of employees, including directors, during the financial year was 10, (2019 - 11).

	<b>2020 Number</b>	2019 Number
Administrative	2	3
Director	8	8
	<u>10</u>	<u>11</u>

**9. TANGIBLE FIXED ASSETS**

	<b>Fixtures, fittings and equipment €</b>	<b>Total €</b>
<b>Cost</b>		
At 1 January 2020	7,557	7,557
Additions	868	868
	<u>8,425</u>	<u>8,425</u>
At 31 December 2020	8,425	8,425
<b>Depreciation</b>		
At 1 January 2020	6,348	6,348
Charge for the financial year	680	680
	<u>7,028</u>	<u>7,028</u>
At 31 December 2020	7,028	7,028
<b>Net book value</b>		
At 31 December 2020	<u>1,397</u>	<u>1,397</u>
At 31 December 2019	<u>1,209</u>	<u>1,209</u>

**10. DEBTORS**

	<b>2020 €</b>	2019 €
Trade debtors	-	1,805
Other debtors	5	85
	<u>5</u>	<u>1,890</u>

**11. CREDITORS**

**Amounts falling due within one year**

	<b>2020 €</b>	2019 €
Trade creditors	1,876	900
Taxation	2,022	195
Other creditors	5,833	4,913
Accruals	3,444	3,444
Deferred Income	18,823	24,545
	<u>31,998</u>	<u>33,997</u>

**12. TAXATION**

	<b>2020 €</b>	2019 €
<b>Creditors: PAYE</b>	<u>2,022</u>	<u>195</u>

**SAMPLE-STUDIOS COMPANY LIMITED BY GUARANTEE  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

continued

**13. CORK CITY COUNCIL GRANT**

(a) Name of Grantor: Cork City Council

(b) Name of Grant: Cork City Council Arts Grant 2020

(c) Purpose of Grant: The purpose of the grant received is to support the development of artists and programmes that engage with the city of Cork.

(d) Accounting for Grant: The total grant received during the year was €5,000 and this has been reflected in the Income and Expenditure.

(e) Restrictions: We are not aware of any restrictions in place other than that funding is to be used for its intended purpose.

**14. ARTS COUNCIL GRANT**

(a) Name of Grantor: Arts Council

(b) Name of Grant: Visual Artists Workspace Scheme 2020

(c) Purpose of Grant: The purpose of the grant received is to support artists' workspaces throughout the country to provide the best possible working environment for visual artists and, where feasible, to enable a level of subsidy for the artists working in these areas.

(d) Accounting for Grant: The total grant received during the year was €30,000 and this has been reflected in the Income and Expenditure Account of 2020.

(e) Restrictions: We are not aware of any restrictions in place other than that funding is to be used for its intended purpose.

On 23 December 2020, the company received funding in the amount of €18,000. These funds relate to a portion of the 2021 Arts Council grant. This amount has been treated as deferred income and will be released to the Income and Expenditure during subsequent periods.

**15. IPB Insurance Participation Grant**

(a) Name of Grantor: IPB Insurance Galway

(b) Name of Grant: IPB Insurance Participation Grant

(c) Purpose of Grant: The purpose of the grant received is to support the development of artists and programmes that engage with the city of Cork.

(d) Accounting for Grant: The total grant received during the year was €5,000 and this has been reflected in the Income and Expenditure.

(e) Restrictions: We are not aware of any restrictions in place other than that funding is to be used for its intended purpose.

**16. MEMBERS' LIABILITY**

The liability of the members is limited.

Every member of the Company undertakes to contribute to the assets of the Company in the event of its being wound up while he is a member, or within one year afterwards, for the payment of the debts and liabilities of the Company contracted before he ceases to be a member, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributories among themselves, such amount as may be required not exceeding € 1.

**SAMPLE-STUDIOS COMPANY LIMITED BY GUARANTEE  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

continued

**17. INCOME AND EXPENDITURE ACCOUNT**

	<b>2020</b>	2019
	€	€
At 1 January 2020	<b>13,362</b>	13,735
Deficit for the financial year	<b>(3,434)</b>	(373)
At 31 December 2020	<b><u>9,928</u></b>	<u>13,362</u>

**18. CAPITAL COMMITMENTS**

The company had no material capital commitments at the financial year-ended 31 December 2020.

**19. POST-BALANCE SHEET EVENTS**

While COVID 19 was declared a pandemic by the World Health Organisation on 11 March 2020, since the year end the government continue to revise the level of restrictions affecting businesses, society and the economy. However, the Directors are of the view that these restrictions are not detrimental to the performance of the company.

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

**20. APPROVAL OF FINANCIAL STATEMENTS**

The financial statements were approved and authorised for issue by the board of directors on 9<sup>th</sup> June 2021.

**SAMPLE-STUDIOS COMPANY LIMITED BY GUARANTEE**

**SUPPLEMENTARY INFORMATION**

**RELATING TO THE FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

**NOT COVERED BY THE REPORT OF THE AUDITORS**

**THE FOLLOWING PAGES DO NOT FORM PART OF THE AUDITED FINANCIAL STATEMENTS**

**SAMPLE-STUDIOS COMPANY LIMITED BY GUARANTEE  
SUPPLEMENTARY INFORMATION RELATING TO THE FINANCIAL STATEMENTS  
DETAILED INCOME AND EXPENDITURE ACCOUNT  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

	2020 €	2019 €
<b>Income</b>		
Membership	39,315	42,454
Events	681	2,428
Commission/Art sale/Matl sale	451	1,078
Storage rental	883	765
Cork City Council Grant	5,000	5,000
Cork City Council- Ward Funding	-	100
Arts Council Grant	30,000	30,000
IPB Galway Participation Grant	5,000	-
Sponsorship	2,500	2,000
Deposit retention	50	50
	<u>83,880</u>	<u>83,875</u>
<b>Expenditure</b>		
Wages and salaries	27,161	23,900
Social welfare costs	2,507	2,194
Rent payable	24,100	24,000
Studio set up costs	1,708	1,067
Studio expenses	1,683	1,837
Project & events	12,961	12,036
Insurance	575	1,368
Light and heat	4,649	7,354
Cleaning	172	527
Repairs and maintenance	382	437
Printing, postage and stationery	241	219
Advertising	1,019	1,584
Telephone	1,403	924
Consultancy fees	3,143	400
Accountancy	-	1,524
Bank charges	257	263
Discounts allowed	-	10
General expenses	-	483
Subscriptions	1,229	-
Auditor's remuneration	3,444	3,444
Depreciation	680	684
	<u>87,314</u>	<u>84,255</u>
<b>Other income</b>		
Bank interest	-	7
<b>Net deficit</b>	<u>(3,434)</u>	<u>(373)</u>