

South Presentation Centre CLG
Annual Report and Financial Statements
for the year ended 31 December 2018

South Presentation Centre CLG

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South Presentation Centre CLG DIRECTORS AND OTHER INFORMATION

Directors	Joe Casey (Resigned 26 September 2018) Pauline Casey (Resigned 26 September 2018) James A. Corr Michael Deasy (Resigned 26 September 2018) Noreen Flaherty Bride Given Tom O'Dwyer (Resigned 19 December 2018) Grace Redmond Gerard O'Donovan Mary O'Rourke Eibhlin Grant (Appointed 26 April 2018) Frances Crowe (Appointed 28 November 2018) Claire O'Sullivan (Appointed 28 November 2018)
Company Secretary	Shane Clarke (Appointed 31 August 2018) Bride Given (Resigned 31 August 2018)
Company Number	504915
Charity Number	20077921
Registered Office and Business Address	Nano Nagle Place Evergreen Street Cork T12 XPX8
Auditors	Walsh O'Brien Harnett Chartered Accountants and Statutory Audit Firm 104 Lower Baggot Street Dublin 2 D02 Y940
Bankers	Allied Irish Bank 66 South Mall Cork T12 Y822
Solicitors	Comyn Kelleher Tobin 2 Georges Quay Cork T12 TR2A

South Presentation Centre CLG

DIRECTORS' REPORT

for the year ended 31 December 2018

The directors present their report and the audited financial statements for the year ended 31 December 2018.

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

There has been no significant change in these activities during the year ended 31 December 2018.

Principal Activity and Review of the Business

The company advance the educational and other charitable purposes and works of the Presentation Congregation in accordance with the principles and guidance set out by Nano Nagle and to operate the Site as a centre for heritage, archives, ministry and hospitality. The company will also fundraise to fund its activities.

Financial Results

The (deficit)/surplus for the year after providing for depreciation amounted to €(367,216) (2017 - €265,098).

At the end of the year, the company has assets of €21,278,888 (2017 - €20,614,932) and liabilities of €11,747,391 (2017 - €11,489,540). The net assets of the company have increased by €406,105 from €9,125,392 to €9,531,497.

Directors and Secretary

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

Joe Casey (Resigned 26 September 2018)
Pauline Casey (Resigned 26 September 2018)
James A. Corr
Frances Crowe (Appointed 28 November 2018)
Michael Deasy (Resigned 26 September 2018)
Noreen Flaherty
Bride Given
Eibhlin Grant (Appointed 26 April 2018)
Gerard O'Donovan
Tom O'Dwyer
Mary O'Rourke
Claire O'Sullivan (Appointed 28 November 2018)
Grace Redmond

The secretaries who served during the year were;

Shane Clarke (Appointed 31 August 2018)
Bride Given (Resigned 31 August 2018)

The Board of Directors is voluntary and did not receive any remuneration for their services during the period.

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

Future Developments

The company plans to continue its present activities and current trading levels. Employees are kept as fully informed as practicable about developments within the business.

Post Balance Sheet Events

In February 2019 responsibility for the activities of the Lantern Project and the Cork Migrants Centre was transferred to South Presentation Centre CLG from the Presentation Sisters. No assets and liabilities were transferred. All staff transferred from the Presentation Sisters to the company.

Auditors

Walsh O'Brien Harnett, (Chartered Accountants), were appointed auditors by the directors to fill the casual vacancy and they have expressed their willingness to continue in office in accordance with the provisions of section 383(2) of the Companies Act 2014.

South Presentation Centre CLG

DIRECTORS' REPORT

for the year ended 31 December 2018

Principal Risks and Uncertainties

The directors, in conjunction with the senior management team, follow a process to manage risks and uncertainties to which the company is exposed. They are satisfied that they have appropriate systems in place to mitigate these risks, and limit exposure. Significant risks are those that may have an impact on the operational performance of the company, its financial sustainability and meeting the expectations of the company's funders, supporters and users of the facilities.

The principal risks and uncertainties are categorised in an active Risk Register, which is a recurring agenda item in the Board meetings, as follows: Governance, Finance, Facilities/Buildings, Safeguarding and Management/Staff.

- a) The company has entered into a sale agreement for the sale of the Western Apex in 2028. Consequently, rental income from that asset will no longer be available to the company. The Directors recognise this future risk to the sustainability of the company and the Directors and the Executive Team are actively working on solutions to minimise this risk.
- b) To mitigate the risk of a failure to provide a safe environment on-site to Children and Vulnerable Adults, the company has put appropriate procedures in place to monitor adherence and compliance with legislation and regulations.
- c) The company manages numerous Presentation Sisters artefacts. It is recognised by the company that the management of the artefacts is not in accordance with the Museum Standards and as a result the company is, in conjunction with the Presentation Sisters and a Conservator, in the process of implementing procedures to improve this.

Dividends

The company is precluded by its Memorandum of Association from paying dividends either as part of its normal operations or on a distribution of its assets in the event of a winding-up.

Statement on Relevant Audit Information

So far as the directors 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.

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 Nano Nagle Place, Evergreen Street, Cork, T12 XPX8.

Signed on behalf of the board

Jim Corr
Director

9 August 2019

Gerard O'Donovan
Director

9 August 2019

South Presentation Centre CLG

DIRECTORS' RESPONSIBILITIES STATEMENT

for the year ended 31 December 2018

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 and 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.

Signed on behalf of the board

Jim Corr
Director

9 August 2019

Gerard O'Donovan
Director

9 August 2019

INDEPENDENT AUDITOR'S REPORT

to the Members of South Presentation Centre CLG

Report on the audit of the financial statements

Opinion

We have audited the financial statements of South Presentation Centre CLG ('the company') for the year ended 31 December 2018 which comprise the Income and Expenditure Account, the Statement of Total Recognised Gains and Losses, the Balance Sheet, the Reconciliation of Members' Funds, the Cash Flow Statement and the related notes to the financial statements, including a summary of significant accounting policies set out in note 2. The financial reporting framework that has been applied in their preparation is Irish Law and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", 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 2018 and of its deficit for the 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 further described 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 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 the Provisions Available for Audits of Small Entities, in the circumstances set out in note 3 to the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which ISAs (Ireland) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

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.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2014

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

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

We have obtained all the information and explanations which we consider necessary for the purposes of our audit.

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

Matters on which we are required to report by exception

Based on the knowledge and understanding of the 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 are not made. We have nothing to report in this regard.

INDEPENDENT AUDITOR'S REPORT

to the Members of South Presentation Centre CLG

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 and for being satisfied that they 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, as applicable, matters related to the 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the IAASA's website at: <[www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description of auditors responsibilities for audit.pdf](http://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description_of_auditors_responsibilities_for_audit.pdf)> The description forms part of our Auditor's 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.

Ronan O'Brien

for and on behalf of

WALSH O'BRIEN HARNETT

Chartered Accountants and Statutory Audit Firm

104 Lower Baggot Street

Dublin 2

D02 Y940

12 August 2019

South Presentation Centre CLG

INCOME AND EXPENDITURE ACCOUNT

for the year ended 31 December 2018

	Notes	2018 €	2017 €
Income	5	1,438,976	1,658,515
Expenditure	6	(1,751,881)	(1,393,417)
(Deficit)/surplus before interest		(312,905)	265,098
Interest receivable and similar income		41,384	-
Interest payable and similar expenses		(95,695)	-
(Deficit)/surplus for the year		(367,216)	265,098

The company's income and expenses all relate to continuing operations.

Approved by the board on 9 August 2019 and signed on its behalf by:

Jim Corr
Director

Gerard O'Donovan
Director

South Presentation Centre CLG
STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
for the year ended 31 December 2018

		2018 €	2017 €
(Deficit)/surplus after taxation		(367,216)	265,098
Revaluation reserve unrealised movement on revaluation of property	8	773,321	-
Total comprehensive income relating to the year		<u>406,105</u>	<u>265,098</u>

South Presentation Centre CLG

BALANCE SHEET

as at 31 December 2018

	Notes	2018 €	2017 €
Fixed Assets			
Tangible assets	8	<u>18,309,659</u>	<u>17,105,672</u>
Current Assets			
Stocks	9	38,226	13,048
Debtors	10		
- amounts falling due after more than one year		1,955,787	1,424,068
- amounts falling due within one year		388,453	180,982
Cash and cash equivalents		<u>586,763</u>	<u>1,891,162</u>
		<u>2,969,229</u>	<u>3,509,260</u>
Creditors: Amounts falling due within one year	11	<u>(426,768)</u>	<u>(754,947)</u>
Net Current Assets		<u>2,542,461</u>	<u>2,754,313</u>
Total Assets less Current Liabilities		20,852,120	19,859,985
Creditors			
Amounts falling due after more than one year	12	<u>(11,320,623)</u>	<u>(10,734,593)</u>
Net Assets		<u><u>9,531,497</u></u>	<u><u>9,125,392</u></u>
Reserves			
Revaluation reserve		773,321	-
Capital reserves and funds		13	13
Income and expenditure account		<u>8,758,163</u>	<u>9,125,379</u>
Equity attributable to owners of the company		<u><u>9,531,497</u></u>	<u><u>9,125,392</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 August 2019 and signed on its behalf by:

Jim Corr
Director

Gerard O'Donovan
Director

South Presentation Centre CLG
RECONCILIATION OF MEMBERS' FUNDS

as at 31 December 2018

	Retained surplus	Revaluation reserve	Capital contribution reserve	Total
	€	€	€	€
At 1 January 2017	8,860,281	-	13	8,860,294
Surplus for the year	265,098	-	-	265,098
At 31 December 2017	9,125,379	-	13	9,125,392
Deficit for the year	(367,216)	-	-	(367,216)
Other gains and losses	-	773,321	-	773,321
Total comprehensive income	(367,216)	773,321	-	406,105
At 31 December 2018	8,758,163	773,321	13	9,531,497

South Presentation Centre CLG CASH FLOW STATEMENT

for the year ended 31 December 2018

	Notes	2018 €	2017 €
Cash flows from operating activities			
(Deficit)/surplus for the year		(367,216)	265,098
Adjustments for:			
Interest receivable and similar income		(41,384)	-
Interest payable and similar expenses		95,695	-
Depreciation		773,192	716,935
		<u>460,287</u>	<u>982,033</u>
Movements in working capital:			
Movement in stocks		(25,178)	(13,048)
Movement in debtors		(739,190)	(1,582,577)
Movement in creditors		(548,931)	(514,030)
		<u>(853,012)</u>	<u>(1,127,622)</u>
Cash used in operations			
Cash flows from investing activities			
Interest received		41,384	-
Payments to acquire tangible fixed assets		(1,203,858)	(6,695,017)
		<u>(1,162,474)</u>	<u>(6,695,017)</u>
Net cash used in investment activities			
Cash flows from financing activities			
New long term loan		860,339	7,184,402
Repayment of short term loan		(149,252)	-
		<u>711,087</u>	<u>7,184,402</u>
Net cash generated from financing activities			
Net decrease in cash and cash equivalents		(1,304,399)	(638,237)
Cash and cash equivalents at beginning of financial year		1,891,162	2,529,399
Cash and cash equivalents at end of financial year	18	586,763	1,891,162

South Presentation Centre CLG

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2018

1. GENERAL INFORMATION

South Presentation Centre CLG is a company limited by guarantee incorporated in the Republic of Ireland. The registered office of the company is Nano Nagle Place, Evergreen Street, Cork, T12 XPX8, Ireland which is also the principal place of business of the company. The nature of the company's operations and its principal activities are set out in the Directors' Report. The financial statements have been presented in Euro (€) which is also the functional currency of the company.

2. ACCOUNTING POLICIES

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

Statement of compliance

The financial statements of the company for the year ended 31 December 2018 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.

Income

All income is recognised in the income and expenditure account when the company is entitled to the income, the amount can be determined with reasonable accuracy and receipt is probable.

Going concern

The directors have assessed whether the use of the going concern assumption is appropriate in preparing these financial statements and have made the following assessment in respect of a period of one year from the date of approval of these financial statements.

The directors have concluded that there are no material uncertainties related to events or conditions that would cast significant doubt on the ability of the company to continue as a going concern, and they have sufficient reserves to continue in operational existence for the foreseeable future.

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:

Land and buildings	-	4% Straight line
Fixtures, fittings and equipment	-	15% Straight line
Leasehold improvement	-	over the remaining life of the lease

The carrying values of tangible fixed assets are reviewed annually for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

Investment properties

Investment property whose fair value can be measured reliably without undue cost or effort is measured at fair value with changes in fair value recognised in the Income and Expenditure Account. Revalued investment properties are not depreciated or amortised, unless the fair value cannot be measured reliably or without undue cost or effort.

Not depreciating or amortising property is a departure from the requirement of Company Law to provide depreciation on all fixed assets which have a limited useful life. However, these investment properties are not held for consumption but for investment and the directors consider that systematic annual depreciation would be inappropriate. The accounting policy adopted is therefore necessary for the financial statements to give a true and fair view. If depreciation were to be provided it would be provided at a rate of 4% Straight line per annum on the revalued amount.

South Presentation Centre CLG

NOTES TO THE FINANCIAL STATEMENTS

continued

for the year ended 31 December 2018

Stocks

Stocks are valued at the lower of cost and net realisable value. Stocks are determined on a first-in first-out basis. Cost comprises expenditure incurred in the normal course of business in bringing stocks to their present location and condition. Full provision is made for obsolete and slow moving items. Net realisable value comprises actual or estimated selling price (net of trade discounts) less all further costs to completion or to be incurred in marketing and selling.

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.

Employee benefits

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund.

Taxation

The Company is a registered charity and had obtained charitable tax exemption from the Revenue Commissioners and, therefore is not liable to income tax or corporation tax on income derived from their charitable activities, as it falls within the various exemptions available to registered charities.

Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated at the rates of exchange ruling at the Balance Sheet date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated at the rates of exchange ruling at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. The resulting exchange differences are dealt with in the Income and Expenditure Account.

3. PROVISIONS AVAILABLE FOR AUDITS OF SMALL ENTITIES

In common with many other businesses of our size and nature, we use our auditors to prepare and submit tax returns to the Revenue and to assist with the preparation of the financial statements.

4. OPERATING (DEFICIT)/SURPLUS	2018	2017
	€	€
Operating (deficit)/surplus is stated after charging:		
Depreciation of tangible fixed assets	773,192	716,935
	<u> </u>	<u> </u>
5. INCOME	2018	2017
	€	€
Grant income	804,325	1,590,913
Rental income	485,120	-
Trading income	140,954	67,545
Donations	8,560	-
Bank interest	17	57
	<u>1,438,976</u>	<u>1,658,515</u>

South Presentation Centre CLG
NOTES TO THE FINANCIAL STATEMENTS

continued

for the year ended 31 December 2018

6. EXPENDITURE	2018 €	2017 €
Depreciation	773,192	716,935
Staff costs including wages and salaries	411,908	309,352
Maintenance, repair and facilities	177,494	114,205
Operational expenses	165,691	90,347
Professional fees Western Apex	95,519	8,064
Utilities	67,073	71,171
Professional fees Operations	36,257	33,634
Marketing	24,460	39,570
Other expenses	287	10,139
	<u>1,751,881</u>	<u>1,393,417</u>

7. EMPLOYEES

The average monthly number of employees, including directors, during the year was 14, (2017 - 11).

	2018 Number	2017 Number
Administration	4	2
Executive Management	2	2
Sales, Ambassador and other wages	8	7
	<u>14</u>	<u>11</u>

8. TANGIBLE FIXED ASSETS

	Land and buildings €	Investment property €	Fixtures, fittings and equipment €	Leasehold improvements €	Total €
Cost or Valuation					
At 1 January 2018	8,973,552	-	956,872	8,753,330	18,683,754
Additions	878,127	-	325,731	-	1,203,858
Transfers	(9,851,679)	9,851,679	-	-	-
Revaluation	-	773,321	-	-	773,321
At 31 December 2018	<u>-</u>	<u>10,625,000</u>	<u>1,282,603</u>	<u>8,753,330</u>	<u>20,660,933</u>
Depreciation					
At 1 January 2018	-	-	314,681	1,263,401	1,578,082
Charge for the year	-	-	189,637	583,555	773,192
At 31 December 2018	<u>-</u>	<u>-</u>	<u>504,318</u>	<u>1,846,956</u>	<u>2,351,274</u>
Net book value					
At 31 December 2018	<u>-</u>	<u>10,625,000</u>	<u>778,285</u>	<u>6,906,374</u>	<u>18,309,659</u>
At 31 December 2017	<u>8,973,552</u>	<u>-</u>	<u>642,191</u>	<u>7,489,929</u>	<u>17,105,672</u>

Revaluation Reserve

The Western Apex is held as an investment property. The directors have entered into an agreement with the tenant to sell the property for an agreed value of €10,625,000 at the end of the lease period adjusted by the movement in the Consumer Price Index during the period of the lease subject to a maximum percentage adjustment agreed between the parties. The directors have reviewed the carrying value of the investment property as at 31 December 2018 and consider that the agreed sale price with tenant represents the fair value of the property at the balance sheet date. The investment property has been revalued from initial cost of €9,851,679 to €10,625,000. The resultant revaluation gain of €773,321 has been included in the Statement of Recognised Gains and Losses and the Revaluation Reserve.

South Presentation Centre CLG
NOTES TO THE FINANCIAL STATEMENTS

continued

for the year ended 31 December 2018

9. STOCKS	2018	2017
	€	€
Finished goods and goods for resale	38,226	13,048

The replacement cost of stock did not differ significantly from the figures shown.

10. DEBTORS	2018	2017
	€	€
Trade debtors	96,878	6,553
Taxation	15,240	20,964
Prepayments	2,026	4,213
Amounts receivable from tenant	2,230,096	1,573,320
	2,344,240	1,605,050

The amount of €2,230,096 (2017: €1,573,320) relates to fit-out costs incurred by the company which are being recovered from the tenants over the term of the lease in accordance with the lease agreement.

Amounts falling due after more than one year and included in debtors are:

	2018	2017
	€	€
Amounts receivable from tenant	1,955,787	1,424,068

11. CREDITORS	2018	2017
Amounts falling due within one year	€	€
Western Apex Loan (Amounts owed to Presentation Sisters)	274,309	149,252
Payments received on account	5,998	4,000
Trade creditors	85,293	23,497
Taxation	32,548	21,073
Other creditors	1,051	-
Accruals	27,569	32,125
Deferred Income	-	525,000
	426,768	754,947

12. CREDITORS	2018	2017
Amounts falling due after more than one year	€	€
Western Apex Loan (Amounts owed to Presentation Sisters)	11,320,623	10,734,593

Loans

Repayable in one year or less, or on demand (Note 10)	274,309	149,252
Repayable between one and two years	220,748	203,352
Repayable between two and five years	941,614	865,531
Repayable in five years or more	10,158,261	9,665,710
	11,594,932	10,883,845

The Western Apex loan balance at 31 December 2018 of €11,594,932 comprises of €9,364,836 towards building costs and €2,230,096 towards the fit-out of the Western Apex. These loans were provided by the Presentation Sisters and are interest bearing. The €2,230,096 of fit-out costs incurred by 31 December 2018 has been included as amounts receivable by the tenant. Under the terms of the lease agreement between the tenant and South Presentation Centre CLG, the former is to repay the fit-out costs to the company over the term of the 10 year lease.

South Presentation Centre CLG

NOTES TO THE FINANCIAL STATEMENTS

continued

for the year ended 31 December 2018

13. STATUS

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 they are members, or within one year thereafter, for the payment of the debts and liabilities of the company contracted before they ceased to be members, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributors among themselves, such amount as may be required, not exceeding € 1.

14. CAPITAL COMMITMENTS

The company had no material capital commitments at the year-ended 31 December 2018.

15. RELATED PARTY TRANSACTIONS

Grace Redmond, Noreen Flaherty, Pauline Casey and Bride Given are members of the Union of Sisters of the Presentation of the Blessed Virgin Mary (known as Presentation Sisters). The Presentation Sisters have leased (at nominal rate) the land and buildings at Evergreen Street to the company and have provided the company with loans of €11,594,932 (as set out at note 12) and contributions to fund the development and fit-out of Nano Nagle Place. Ministry activities of the company are part funded by the two Irish Units of the Presentation Sisters.

During the year, the Presentation Sisters rented office, conference, and archive space from the company for a combined annual rent of €44,000.

Gerard O'Donovan is Head of the Business Faculty and Humanities at CIT and Mary O'Rourke is an employee of UCC. The company has entered into a lease agreement with UCC and CIT for the Western Apex Building.

16. ULTIMATE CONTROLLING PARTY

The members of the South Presentation Centre CLG are considered to be the ultimate controlling party.

17. POST-BALANCE SHEET EVENTS

In February 2019 responsibility for the activities of the Lantern Project and the Cork Migrants Centre was transferred to South Presentation Centre CLG from the Presentation Sisters. No assets and liabilities were transferred. All staff transferred from the Presentation Sisters to the company.

18. CASH AND CASH EQUIVALENTS

	2018	2017
	€	€
Cash and bank balances	586,763	1,891,162
	<u>586,763</u>	<u>1,891,162</u>

19. RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT

	Opening balance	Cash flows	Other changes	Closing balance
	€	€	€	€
Long-term borrowings	(10,734,593)	(860,339)	274,309	(11,320,623)
Short-term borrowings	(149,252)	149,252	(274,309)	(274,309)
Total liabilities from financing activities	<u>(10,883,845)</u>	<u>(711,087)</u>	<u>-</u>	<u>(11,594,932)</u>

20. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the board of directors on 9 August 2019.