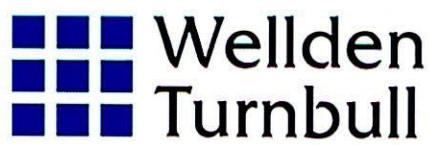


UNDERSTANDING ANIMAL RESEARCH

AUDITED

**COUNCIL'S REPORT AND
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED
31 DECEMBER 2017**



Chartered Accountants and
Chartered Tax Advisers
Statutory Auditors

UNDERSTANDING ANIMAL RESEARCH

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UNDERSTANDING ANIMAL RESEARCH

OFFICERS, COUNCIL MEMBERS AND VICE PRESIDENTS FOR THE YEAR ENDED 31 DECEMBER 2017

President

Lord Taverne QC

Chairman

Professor Jeremy Pearson

Honorary Treasurer

Mr Paul Sanders (until 29 June 2017)

Dr Miles Maxwell (from 29 June 2017)

Chief Executive

Ms Wendy Jarrett

Members of Council

Mr Ken Applebee

Dr Claire Cockcroft

Mr Paul Finnemore

Dr Gill Fleetwood

Professor Max Headley

Dr Lesley Penny

Professor Angela Roberts

Dr Geoff Watts

Honorary Vice Presidents

Sir Colin Berry DSc FRCPATH FRCP FFPM FMedSci

Sir Colin Blakemore FMedSci FRCP(Hon) FRS

Sir Walter Bodmer FRCPATH FRS FMedSci

Sir Arnold Burgen FRCP FRS FMedSci

Sir Roy Calne FRCS FRS

Sir Colin Dollery FRCP

Professor Leslie Iversen FRS

Baroness Knight of Collingtree DBE

Sir Stanley Peart FRCP FRS FMedSci

Dr Peter Read CBE

Professor Nancy Rothwell DBE FRS

Sir Richard Sykes DSc FRS FMedSci

Lord Turnberg of Cheadle FRCP FMedSci

Baroness Warnock of Weeke DBE

Sir David Weatherall FRCP FRCPATH FRS FMedSci

Lord Winston of Hammersmith DSc FRCP FRCOG FMedSci

UNDERSTANDING ANIMAL RESEARCH

COUNCIL'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2017

The Council presents its report and the financial statements for the year ended 31 December 2017.

COUNCIL

The Council Officers, Members and Vice Presidents who served during the year are shown on page 1.

VISION AND MISSION

Understanding Animal Research (UAR) wants everyone to understand and acknowledge the essential role that humane animal research plays in advancing basic and applied science, including the development of treatments for people and animals and a better understanding of the world we live in.

UAR fosters public understanding of the humane use of animals in bio-scientific research in the UK. It achieves this by engaging with and providing information for the public and by encouraging the bioscience sector to be open in explaining to the public why and how animals are used in research. UAR also works towards a favourable policy, regulatory and operating environment for the humane use of animals in research in the UK.

The UAR approved strategy for 2015 - 2018 has top level goals as follows:

A. Conversation with the public: To improve public understanding and thereby acceptance of animal research, UAR will monitor and influence public opinion on the key issues that present challenges for animal research.

B. Supportive operating environment: To ensure that the highest quality animal research can continue in the UK, UAR will engage both with policy and decision-makers within key legislative bodies and with the commercial organisations that provide essential services.

ACTIVITIES

The major activities of the organisation are to communicate to the public, to influence policy development and to run a schools education programme.

During 2017, the work of UAR, alongside other organisations within the bioscience sector, continued to contribute to a favourable public debate and policy climate for animal research.

MAJOR ACHIEVEMENTS IN 2017

During the year, Understanding Animal Research:

- Increased the number of Concordat on Openness on Animal Research in the UK signatory organisations to 117
- Published the third Annual Report on the progress of the Concordat
- Held the third annual Concordat Signatories' workshop
- Spoke at more than 35 conferences and meetings about the development of the Concordat and the importance of openness on animal research
- Held the fourth Understanding Animal Research Openness Awards and Paget Lecture
- Continued to host and support the European Animal Research Association as a separate, stand-alone organisation with its own Board and funding
- Held a series of 16 training days for members in various aspects of public engagement
- Provided support for its members in the media and in relation to Freedom of Information requests

UNDERSTANDING ANIMAL RESEARCH

COUNCIL'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2017

MAJOR ACHIEVEMENTS IN 2017, CONTINUED

- Expanded UAR's social media following to counter misleading claims about animal research online and in social media
- Maintained and developed new content for its websites:
www.understandinganimalresearch.org.uk, and www.AnimalResearch.info
- Continued its dialogue with transport companies and other sectors of the supply chain
- Attended conferences and science fairs to promote public engagement on animal research
- Created new videos and infographics for the UAR website and other social media channels
- Organised for MPs and journalists to visit animal research facilities
- Supported members and stakeholders in communicating about their animal research, particularly in the context of planning applications
- Gained high-profile proactive and reactive media coverage of animal research
- Alongside the UK Bioscience Sector Coalition, worked with the Home Office, other Government departments and politicians to ensure a continued emphasis on good science and animal welfare
- Countered the campaigning of the animal rights movement
- Achieved on average 100 school talks per term, reaching approximately 10,000 children in 2017, and trained new volunteers in industry and academia for the school speaker programme

GOVERNANCE ISSUES

Staff and Council Changes

Mary Harvie joined as Intern in February 2017

At the 2017 Annual General Meeting Paul Sanders and Professor Robin Lovell-Badge stood down from the Council of UAR. Miles Maxwell and Lesley Penny were elected for an initial three year term. Professor Jeremy Pearson and Audrey Yvernault were re-elected for a three-year term. Audrey Yvernault subsequently stood down from UAR Council in November 2017.

Office move

On 19 December 2017 the office of UAR moved to Abbey House, 74-76 St John Street, London EC1M 4DZ.

FUNDING OF UAR

The principal funding source of the organisation in 2017 was subscriptions from member organisations. UAR has more than 100 institutional members, most of whom pay an annual subscription. These organisations are listed on the website. Project funding was also received from organisations wishing to support UAR projects.

The funding of UAR will remain an issue in 2018 but we are confident that the combination of the increased funding from Universities, diversification of income, and prudent control on outgoings will enable UAR to balance its budget again in 2018.

DISCLOSURE OF INFORMATION TO AUDITORS

The Council at the time when this Council's report is approved has confirmed that:

- so far as it is aware, there is no relevant audit information of which the society's auditors are unaware, and
- it has taken all the steps that ought to have been taken as a Council in order to be aware of any relevant audit information and to establish that the society's auditors are aware of that information.

UNDERSTANDING ANIMAL RESEARCH

COUNCIL'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2017

In preparing this report, the Council has taken advantage of the small entities exemptions provided by applicable law and regulations.

This report was approved by the Council and signed on its behalf.


Sign here

Professor Jeremy Pearson
Chair

Date: 29 May 2018

UNDERSTANDING ANIMAL RESEARCH

COUNCIL'S RESPONSIBILITIES STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2017

The Council is responsible for preparing the Council's report and the financial statements in accordance with applicable law and regulations.

The Co-operative and Community Benefit Societies Act 2014 requires the Council to prepare financial statements for each financial year. Under that law the Council has elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the Council must not approve the financial statements unless it is satisfied that they give a true and fair view of the state of affairs of the society and of the surplus or deficit of the society for that period. In preparing these financial statements, the Council is required to:

- select suitable accounting policies and then apply them consistently;
- 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 society will continue in business.

The Council is responsible for keeping adequate accounting records that are sufficient to show and explain the society's transactions and disclose with reasonable accuracy at any time the financial position of the society and enable it to ensure that the financial statements comply with the Co-operative and Community Benefit Societies Act 2014. It is also responsible for safeguarding the assets of the society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

UNDERSTANDING ANIMAL RESEARCH

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF UNDERSTANDING ANIMAL RESEARCH

OPINION

We have audited the financial statements of Understanding Animal Research (the 'society') for the year ended 31 December 2017, which comprise the Statement of income and retained earnings, the Balance sheet and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the society's affairs as at 31 December 2017 and of its surplus for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Co-operative and Community Benefit Societies Act 2014.

BASIS FOR OPINION

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the society in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

CONCLUSIONS RELATING TO GOING CONCERN

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

- the Council's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Council has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the society'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.

UNDERSTANDING ANIMAL RESEARCH

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF UNDERSTANDING ANIMAL RESEARCH (CONTINUED)

OTHER INFORMATION

The Council is responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Auditors' 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.

OPINION ON OTHER MATTERS PRESCRIBED BY THE CO-OPERATIVE AND COMMUNITY BENEFIT SOCIETIES ACT 2014

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Council's report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Council's report has been prepared in accordance with applicable legal requirements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of the knowledge and understanding of the society and its environment obtained in the course of the audit, we have not identified material misstatements in the Council's report.

We have nothing to report in respect of the following matters in relation to which the Co-operative and Community Benefit Societies Act 2014 requires us to report to you if, in our opinion:

- proper books of account have not been kept by the society in accordance with the requirements of the legislation; or
- a satisfactory system of control over transactions has not been maintained by the society in accordance with the requirements of the legislation; or
- the revenue account or the other accounts (if any) to which our report relates, and the balance sheet are not in agreement with the books of account of the society; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

UNDERSTANDING ANIMAL RESEARCH

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF UNDERSTANDING ANIMAL RESEARCH (CONTINUED)

RESPONSIBILITIES OF COUNCIL

As explained more fully in the Council's responsibilities statement on page 5, the Council is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Council determines 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 Council is responsible for assessing the society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Council either intends to liquidate the society or to cease operations, or have no realistic alternative but to do so.

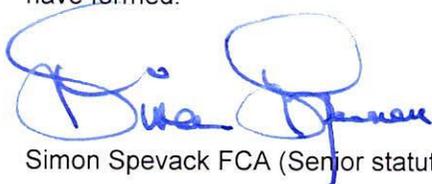
AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' report.

USE OF OUR REPORT

This report is made solely to the society's members, as a body, in accordance with Section 87 of the Co-operative and Community Benefit Societies Act 2014. Our audit work has been undertaken so that we might state to the society's members those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the society and the society's members, as a body, for our audit work, for this report, or for the opinions we have formed.



Simon Spevack FCA (Senior statutory auditor)

for and on behalf of
Wellden Turnbull Ltd

Chartered Accountants
Statutory Auditors

180 Piccadilly
London
W1J 9HF

Date: 29 May 2018

UNDERSTANDING ANIMAL RESEARCH

**STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED 31 DECEMBER 2017**

	Note	2017 £	2016 £
INCOME		764,869	745,993
Administrative expenses		(719,510)	(672,130)
Exceptional administrative expenses	10	38,605	-
SURPLUS ON ORDINARY ACTIVITIES BEFORE TAXATION		83,964	73,863
Tax on surplus on ordinary activities	5	45	45
SURPLUS ON ORDINARY ACTIVITIES AFTER TAXATION		84,009	73,908
 SURPLUS BROUGHT FORWARD		 441,888	 367,980
Surplus on ordinary activities after taxation		84,009	73,908
RETAINED SURPLUS CARRIED FORWARD		525,897	441,888

The notes on pages 11 to 17 form part of these financial statements.

**UNDERSTANDING ANIMAL RESEARCH
REGISTERED NUMBER: MS28954R**

**BALANCE SHEET
AS AT 31 DECEMBER 2017**

	Note	2017 £	2016 £
CURRENT ASSETS			
Debtors: amounts falling due within one year	7	93,436	43,781
Cash at bank and in hand	8	510,848	534,369
		604,284	578,150
Creditors: amounts falling due within one year	9	(77,390)	(103,898)
NET CURRENT ASSETS		526,894	474,252
TOTAL ASSETS LESS CURRENT LIABILITIES		526,894	474,252
Creditors: amounts falling due after more than one year	10	-	(31,367)
NET ASSETS		526,894	442,885
CAPITAL AND RESERVES			
Called up share capital		-	5
Capital reserves	12	997	992
Income and expenditure account	12	525,897	441,888
NET FUNDS		526,894	442,885

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small entities regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the Council and were signed on its behalf

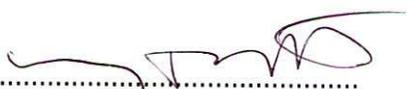
on 29 May 2018



.....
Professor Jeremy Pearson
Chair



.....
Dr Miles Maxwell
Honorary Treasurer



.....
Mrs Wendy Jarrett
Chief Executive

The notes on pages 11 to 17 form part of these financial statements.

UNDERSTANDING ANIMAL RESEARCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

1. GENERAL INFORMATION

Understanding Animal Research promotes the use of animal research and the role it plays in advancing basic and applied science, including the development of treatments for people and animals and a better understanding of the world we live in. The organisation is a non-profit organisation, registered with the FCA as a mutual society number MS28954R, and is not incorporated.

2. ACCOUNTING POLICIES

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and applicable law.

The following principal accounting policies have been applied:

2.2 Subscriptions income

Subscriptions and donations are credited to the income and expenditure account in the year to which they relate but credit is not taken in the income and expenditure account for amounts received in advance.

Income relating to projects is taken to income as it is earned by the organisation.

2.3 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Computer equipment	- 25% to 50% on cost
--------------------	----------------------

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of income and retained earnings.

2.4 Debtors

Short term debtors are measured at transaction price, less any impairment.

2.5 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

UNDERSTANDING ANIMAL RESEARCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

2. ACCOUNTING POLICIES (CONTINUED)

2.6 Financial instruments

The society only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

2.7 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.8 Operating leases: the society as lessee

Rentals paid under operating leases are charged to the Statement of income and retained earnings on a straight line basis over the lease term.

2.9 Pensions

Defined contribution pension plan

The society operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the society pays fixed contributions into a separate entity. Once the contributions have been paid the society has no further payment obligations.

The contributions are recognised as an expense in the Statement of income and retained earnings when they fall due. Amounts not paid are shown in accruals as a liability in the Balance sheet. The assets of the plan are held separately from the society in independently administered funds.

2.10 Taxation

Tax is recognised in the Statement of income and retained earnings, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the society operates and generates income.

3. OPERATING SURPLUS

The operating surplus is stated after charging:

	2017 £	2016 £
Fees payable to the society's auditor and its associates for the audit of the society's annual financial statements	5,451	5,350
Other operating lease rentals	57,528	39,091
Defined contribution pension cost	35,087	26,657

UNDERSTANDING ANIMAL RESEARCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

4. EMPLOYEES

Staff costs were as follows:

	2017 £	2016 £
Wages and salaries	417,484	406,949
Social security costs	43,248	42,370
Cost of defined contribution scheme	35,087	26,657
	<u>495,819</u>	<u>475,976</u>

During the year, no council members received any emoluments (2016 - £NIL)

Included within staff and council expenses are other costs in respect of Council members' travel and accommodation totalling £1,283 (2016 - £1,511).

The average monthly number of employees, excluding the Council, during the year was 10 (2016 - 10).

UNDERSTANDING ANIMAL RESEARCH

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

5. TAXATION

	2017 £	2016 £
CORPORATION TAX		
Adjustments in respect of previous periods	(45)	(45)
TOTAL CURRENT TAX	(45)	(45)

FACTORS AFFECTING TAX CHARGE FOR THE YEAR

The organisation is treated for corporation tax purposes as being mutually trading and is not liable to UK corporation tax on its operating surplus. The charge for taxation is based on investment income for the year.

FACTORS THAT MAY AFFECT FUTURE TAX CHARGES

There were no factors that may affect future tax charges.

6. TANGIBLE FIXED ASSETS

	Office equipment £
COST OR VALUATION	
At 1 January 2017	7,073
At 31 December 2017	7,073
DEPRECIATION	
At 1 January 2017	7,073
At 31 December 2017	7,073
NET BOOK VALUE	
At 31 December 2017	-
At 31 December 2016	-

UNDERSTANDING ANIMAL RESEARCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

7. DEBTORS

	2017 £	2016 £
Trade debtors	26,287	26,047
Other debtors	67,149	17,733
	93,436	43,780

8. CASH AND CASH EQUIVALENTS

	2017 £	2016 £
Cash at bank and in hand	510,848	534,369
	510,848	534,369

9. CREDITORS: Amounts falling due within one year

	2017 £	2016 £
Trade creditors	5,501	1,279
Other taxation and social security	45,097	48,448
Other creditors	26,792	54,171
	77,390	103,898

10. CREDITORS: Amounts falling due after more than one year

	2017 £	2016 £
Accruals and deferred income	-	31,367
	-	31,367

In 2009 Understanding Animal Research was advised by the Scheme Trustees that there may be a future liability to provide funds to make up a possible shortfall of £122,573 on a historic pension scheme relating to 12 former employees dependent on the interpretation of the pension scheme rules.

The total estimated additional liability was fully provided for in 2012. The total provision at 31 December 2017 was £Nil (2016 - £42,520)

The latest actuarial valuation was at 31 March 2017 which showed that a pension liability was no longer deemed payable. The excess of the pension provision of £38,605 made in previous years was released back as an exceptional item to the Income and Expenditure account in 2017.

As there is no ongoing liability no provision has been included within the 2017 accounts.

UNDERSTANDING ANIMAL RESEARCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

11. SHARE CAPITAL

	2017 £	2016 £
Shares classified as equity		
Allotted, called up and fully paid		
5 Ordinary shares of £1 each	-	5
	-	5

The Society has undertaken strenuous efforts to contact the holders of the original member shares. At the AGM in 2014 an appeal was made to these holders to come forward within 12 months to exercise their rights otherwise the shares would be cancelled on the basis of lapsed member subscriptions and transferred to the capital reserve in accordance with the Society's rules. No holder has come forward and the share capital has been cancelled as their membership has lapsed.

12. RESERVES

Capital redemption reserve

The capital redemption reserve is made up of cancelled share capital. When a member ceases to be a member or is expelled, under the society's rules, the share is cancelled and the amount paid up is the society's property.

Income and expenditure account

The retained surplus account represents the cumulative surplus and deficit net of all adjustments from the start of the organisation.

13. PENSION COMMITMENTS

The society operates a defined contributions money purchase pension scheme. The assets of the scheme are held separately from those of the society in an independently administered fund. The pension cost charge represents contributions payable by the society to the fund and amounted to £35,087 (2016 - £26,657). No contributions in respect of this scheme were payable to the fund at the balance sheet date (2016 - None).

There are no future commitments relating to the historical pension scheme (see note 10).

14. COMMITMENTS UNDER OPERATING LEASES

At 31 December 2017 the society had future minimum lease payments under non-cancellable operating leases as follows:

	2017 £	2016 £
Not later than 1 year	36,921	27,000
Later than 1 year and not later than 5 years	181,040	-
	217,961	27,000

UNDERSTANDING ANIMAL RESEARCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

15. RELATED PARTY TRANSACTIONS

European Animal Research Association (EARA), a company in which Chief Executive Mrs Wendy Jarrett is a director, were charged management fees of £15,000 (2016 - £15,000) in the year. No balance was outstanding at the year end.

16. CONTROLLING PARTY

The society is controlled by the Council on behalf of its members.

UNDERSTANDING ANIMAL RESEARCH

DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 £	2016 £
INCOME		764,870	745,994
LESS: OVERHEADS			
Administrative expenses		(680,906)	(672,131)
SURPLUS FOR THE YEAR		<u>83,964</u>	<u>73,863</u>
Tax on surplus on ordinary activities	5	45	45
SURPLUS FOR THE YEAR AFTER TAX		<u><u>84,009</u></u>	<u><u>73,908</u></u>

UNDERSTANDING ANIMAL RESEARCH

**SCHEDULE TO THE DETAILED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

	2017 £	2016 £
INCOME		
Subscriptions and donations	624,085	616,592
Grants and donations	52,759	90,175
Interest received	991	219
Project income	72,035	24,008
EARA management charge	15,000	15,000
	<u>764,870</u>	<u>745,994</u>
	2017 £	2016 £
ADMINISTRATIVE EXPENSES		
Project costs	15,976	11,246
Staff salaries	417,484	406,949
Staff national insurance	43,248	42,370
Staff pension costs	35,087	26,657
St John's office move costs	19,923	-
Staff training	4,540	7,301
Staff and Council expenses	33,581	30,769
Consultancy	1,029	379
Stationery, postage and telephone	7,088	7,332
Communications	33,451	40,584
Computer costs	22,116	22,294
General office expenses	3,343	1,348
Grants and subscriptions	1,722	1,865
Charity donations	136	80
Legal and professional	400	255
Auditors' remuneration	5,451	5,346
Accountancy, bookkeeping and payroll fees	14,150	14,400
Bad debts	7,959	-
Bank charges and interest	261	217
Rent and service charges	37,604	39,091
Premises expenses	7,548	7,156
Repairs and maintenance	516	71
Education costs	635	1,368
Policy costs and scientific reports	6,263	5,054
Pension provision credit release	(38,605)	-
	<u>680,906</u>	<u>672,132</u>