



Financial Report as of 31 January 2021

About

XRUK is a movement without legal form. [Compassionate Revolution Limited](#) (CRL) is a not-for-profit and wholly owned subsidiary of [Climate Emergency Action Ltd](#) (a company limited by guarantee) and acts as a service company to parts of the movement. The following is a brief report by the CR Finance Team and attempts to summarise some key metrics to support XRUK's decision making.

Cash Balances

CRL holds bank accounts on behalf of XRUK including balances held for specific purposes and/or on behalf of discrete groups within XRUK. As of 31 January, the total balances were as follows:

Group/Type	Description	Balance Held
XRUK Unrestricted	<i>The top figure is the exact unrestricted balance in the accounts at month end.</i>	£300,529
	Specific Reserves ** General Reserves ***	(£174,000) (£88,000)
	<i>The bottom figure is the starting point for budget planning and cashflow forecasting</i>	£38,529
XRUK Restricted	<i>This balance is restricted in how it can be spent. Funds may need to simply be spent on Charity Commission compliant expenditure or donated to a specific project or team</i>	£52,997
TOTAL		£91,526
XR Internationalist Solidarity Network	<i>From Dec2018 to Mar2020 XRUK allocated 20% of crowdfunder revenues to XRISN supporting non-XR climate activism in the Global South and outreach to racially marginalised communities in the UK. Suspended on 1Mar20, XRUK has allocated £25,000 for 4Q 2020 and agreed a new arrangement for 2021 = 12.5% of unrestricted (Min £60k/Max £120k.</i>	£43,524

** **Specific Reserves:** CRL accounts on a cash basis and hence there will be a lag effect (i.e. budget allocated but not yet claimed and/or paid). Finance makes a reserve for large committed (but yet spent) items and also includes a provision in this adjustment figure for uncertainties (e.g. an estimate for rates due on our London office and warehouse to the London Borough of Hackney, a provision for corporation tax etc.)

*** **General Reserves:** On 30 October 2020 XRUK's Interim Budget Group agreed a Finance proposal to make a general reserve against regular monthly expenditures equivalent to 3x monthly costs (and 1x for Volunteer Living Expenses which are not guaranteed).

Income

XRUK's income in January was a better than expected £74,674 (up 73% from December) boosted a c£20k restricted donation from an individual. Even allowing for this, small donations comfortably exceeded the planning projection forecast of c£40k/month (although this may have been boosted by fact there were 5 Mondays in January – the day on which we receive weekly pay outs from our crowdfunder service provider).

So despite fears that the post-Christmas and continuing economic downturn due to COVID19 might see monthly regular giving dip below the assumed £40k/month, our income assumption remains valid.





Expenditure

Expenditure fell to £33,525 which is a drop of just under £20k from the previous month but this is not considered an accurate reflective of the situation.

Types of expenditure are shown in the table below:

Type of spending	Aug2020	Sep2020	Oct2020	Nov2020	Dec2020	Jan2021	Totals
Materials, travel, service providers	57,804	46,993	28,433	16,027	13,142	9,008	171,407
People costs (e.g. VLE)	3,050	4,512	11,542	22,374	32,459	22,424	96,362
Office and Warehouse Costs	5,086	11,113	12,399	20,000	6,567	1,022	56,187
Administrative, accounting etc.	848	723	1,963	7,050	1,295	1,071	12,950
Totals	66,788	63,341	54,337	65,451	53,463	33,525	336,905

What has changed is the mix of types of expenditures:

- **People costs** fell but in January but this is likely due to late claims (and hence these expected claims are reflected in an increase in Specific Reserves;
- **Office and Warehouse Costs** have been volatile as negotiations have taken with office and warehouse landlords. Arrears were settled in November and have been lower in December and January as XRUK vacated the London office (in Jan/Feb) and deposits offset final month rent liabilities. XRUK is about to renew its lease for its London warehouse for a further 12 months (monthly costs for office/warehouse should therefore settle at £5-7k/month.

Further resources

- Compassionate Revolution [website](#) for previous monthly reports, XRUK financial transparency etc.