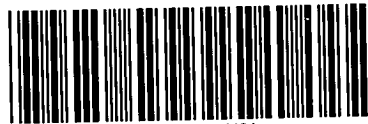


**PRIVATE EQUITY FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED
31 DECEMBER 2013**



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COMPANIES HOUSE

Charity Registration No. 1116139

Company Registration No. 5882818 (England and Wales)

Reference and administrative details

Trustees

Johannes Huth (Chairman)	
Thomas Attwood	(resigned 5 June 2013)
Joseph Baratta	(resigned 5 June 2013)
David Barker	(resigned 5 June 2013)
David Blitzler	(resigned 5 June 2013)
Charlie Green	
Carl Parker	
Sanjay Patel	(resigned 5 June 2013)
Karl Peterson	
Dwight Poler	(resigned 5 June 2013)
Ramez Sousou	(resigned 25 th February 2014)
Nikos Stathopoulos	
Thomas Walker	(resigned 5 June 2013)

Chief Executive: Daniela Barone-Soares

Principal Office: 183 Eversholt Street
London
NW1 1BU

Registered Office: 5th Floor
6 St Andrew Street
London
EC4A 3AE

Auditor: KPMG LLP
1 Forest Gate
Brighton Road
Crawley
RH11 9PT

Primary Banker: Royal Bank of Scotland
London Drummonds Branch
49 Charing Cross Road
London
SW1A 2DX

Primary Solicitor: Clifford Chance LLP
10 Upper Bank Street
London
E14 5JJ

PRIVATE EQUITY FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2013

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PRIVATE EQUITY FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2013

1.) Introduction

The trustees present their report along with the consolidated financial statements for the Private Equity Foundation ("PEF" or "the charity") for the year ended 31 December 2013. The financial statements have been prepared in accordance with the accounting policies set out in Note 1 to the accounts and are in compliance with the charity's memorandum and articles of association, the Companies Act 2006, the Charities Act 2011 and the Statement of Recommended Practice: 'Accounting and Reporting by Charities' (2005).

PEF is a private company, limited by guarantee, which was incorporated on 20 July 2006 in England and Wales with registered number 05882818 and is a registered charity with registered number 1116139.

PEF's registered office is 5th Floor, 6 St Andrew Street, London, EC4A 3AE and its principle place of business is 183 Eversholt Street, London, NW1 1BU.

PEF legally merged with Impetus Trust on 4 July 2013, creating Impetus – The Private Equity Foundation (Impetus-PEF). As of this date, the activities, assets and liabilities were transferred from PEF to Impetus-PEF. Impetus-PEF was incorporated on 25th March 2013 in England and Wales with registered number 8460519 and is a registered charity with registration number 1152262.

These financial statements have been prepared on a basis other than going concern in light of the merger and transfer of activities to the new charitable entity, Impetus-PEF.

These consolidated financial statements consolidate PEF's trading subsidiaries, being PEF Trading Limited and ThinkForward Social Impact (1) Limited. Details of both entities are disclosed within the notes to the accounts. As at the merger date, the shareholdings in these subsidiaries was transferred to Impetus-PEF.

During the period presented within these financial statement the day to day running of the charity was delegated by the trustees to the CEO (formerly Shaks Ghosh) and the management team.

PEF's lawyers are Clifford Chance LLP and the audit is carried out by KPMG LLP. The charity's banking facilities are provided by Royal Bank of Scotland.

In 2012 PEF entered into a joint venture agreement with Workingrite, a charity providing apprenticeship placements. There were no activities undertaken within the period to 31 December 2013 and this joint venture has since been dissolved. PEF has continued to provide the grant funding directly to Workingrite in year, details of which are included within the review of charitable activities.

2.) Structure, management and governance

The objects of the charity, as stated in its governing documents, are to promote the efficiency and effectiveness of the charities supported by PEF and to promote the effective use of resources for charitable purposes. The management and governance structures in place are designed to enable this to happen.

Trustees are appointed and removed by a majority of members and are historically appointed from donor firms from the private equity industry. New trustees are given a full induction to the organisation. An induction pack is given to each trustee and the CEO holds a one-to-one meeting to ensure that the trustee is fully versed in the history and procedures of PEF.

The Board of trustees met regularly during the year to oversee the merger, strategy and areas of activity in grant-making, investment, reserves and risk management policies, performance, budgets, financial plans and fundraising targets.

On a regular basis, trustees are provided with information about the issues concerning children and young people and those concerning charities in general. They are active participants in the strategic work of the

PRIVATE EQUITY FOUNDATION (A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2013

charities that are supported by PEF. This engagement and information flow ensures that board decisions are well informed and appropriate.

PEF operated the following committee structure, with similar governance arrangements continuing for Impetus-PEF:

- Finance Committee: responsible for supervising financial controls and management;
- Development Committee: develops fundraising strategy, explores new fundraising ideas and contact sharing in order to grow the donor base;
- Portfolio Committee: monitors the performance of portfolio investments and organisations, and undertakes new investment search process;
- Communications and Social Change Committee: develops and monitors the research and policy programme and considers future strategy in this regard.

Each committee is chaired by a trustee and has at least one other trustee in it. This ensures that the board retains control over the committees and that information flows to the full board as appropriate.

The trustees regularly assess and monitor the risks to which the charity is exposed and ensure that appropriate systems and procedures are in place to mitigate these risks. The trustees consider the key risks that faced PEF, and now Impetus-PEF, to be that of maintaining a compelling case for support to new and existing donors; further strengthening the organisation's staffing and technology infrastructure; and identifying a suitable pipeline of charities for investment.

US Sister Charity

PEF and Impetus-PEF work closely with US sister charity, PEF 1, Inc (PEF 1). PEF 1 is a Delaware non-stock corporation which has been granted 501(c)(3) status by the IRS and was incorporated on 4 December 2006.

PEF 1 shares the charitable aims and objectives and works closely with PEF and Impetus-PEF in identifying investments and supporting the charity portfolio. However, although PEF and PEF 1 closely cooperate with one another, PEF 1 is an independent organisation, with its own board and decision making processes. In recognition of the shared goals between the organisations, PEF 1 has engaged PEF and Impetus-PEF to fundraise, administer and monitor its charitable investments. The precise framework of this is governed by a service agreement which ensures the expectations of both organisations are managed.

3.) Objectives and activities

PEF is committed to enabling disadvantaged children and young people to reach their full potential. By identifying the most effective interventions and supporting the charities to deliver them more efficiently and effectively, more young people can reach their potential. The merger with Impetus Trust is an opportunity to maximise activities in furtherance of these objectives.

Matching the business skills of the private equity community to our portfolio charities enables them to achieve scale and become more efficient and effective in their work. As a result, we make an invaluable contribution to the portfolio of charities and to the lives of thousands of young people. This model of venture philanthropy is helping charities to reach their potential and helping to change the lives of individuals and communities.

Our mission is to empower children and young people to achieve their full potential and to enable the private equity industry to reach its potential and give something back to the community. In order to achieve this, PEF developed the following strategy:

- To support organisations who work with disadvantaged children and young people, helping them to engage with society and fulfil their potential;
- To enable charities to increase their social impact and demonstrate clear and measurable outcomes;
- To make the private equity industry leaders in venture philanthropy;
- To become a leading expert on the issues affecting children and young people by pursuing a rigorous and innovative research and political engagement programme;
- To establish a reputation for rigour and high impact social investments;

PRIVATE EQUITY FOUNDATION
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TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2013

- To develop a model for sustainable revenue;
- To develop a highly skilled, expert, flexible, focused and results driven team.

On an annual basis, the trustees formulate objectives against which the management team and the portfolio of charities are measured. These include fundraising targets, overheads budgets and strategic decisions over investment policy.

Grant making policies

Our aim continues to be to build and maintain a small but powerful portfolio of UK charities to provide a range of interventions to help disadvantaged children and young people to fulfil their potential.

Although the specific selection criteria for portfolio charities may change from year to year, grantee charities are selected using the following criteria:

- The potential for the intervention to contribute to solving the problems of children and young people;
- The ability of the charity's leadership and the organisation to develop their work to its full potential;
- The alignment of the potential grantee to PEF's mission, funding, support resources and overall strategy.

Broadly, the process for sourcing and selecting new charity investments was as follows:

1. Expressions of Interest;
2. Screening and initial research;
3. Due Diligence undertaken by staff and pro bono supporters;
4. Selection and Approval by Committee/Board;
5. SWOT process and grant agreement.

Grants are usually made on a multi-year basis and include conditions precedent to drawdown. These milestones and targets enable us to monitor the charity's performance over the grant period. Throughout, and beyond, the grant period, the grantee charity will receive close support and guidance from us and our pro bono supporters. By utilising the expertise and drive of the private equity community, we can help the portfolio of charities to scale up and reach more young lives and achieve social change in communities across the UK and Europe.

Contribution of volunteers

Although not relying on volunteers for its day to day running, volunteers nonetheless play an important role in the organisation. Interns and volunteers are brought into the office on an ad hoc basis, to assist with certain projects or workflows. Utilising the expertise of the business community enables us to maintain its position at the cutting edge of venture philanthropy.

In addition, PEF has received a great deal of professional support on a pro bono basis. Clifford Chance LLP provides legal advice and services and KPMG carry out the statutory audit on a pro bono basis. This support is greatly appreciated and helps the organisation to run more efficiently.

In supporting the portfolio of charities, we also arrange pro bono support to be provided to the charities. This support comes from many firms within the private equity community. Over the past seven years, in excess of 27,000 hours of pro bono support have been directed to the portfolio by PEF.

Impetus-PEF continues to welcome pro bono contributions from all quarters and believes that the matching of business skills to charities benefits both the charities themselves and the young people they serve, but also society more widely by engaging individuals and firms in the collective philanthropic effort.

Merger

Following due diligence and risk assessments completed by PwC, the Boards approved the merger of PEF and Impetus Trust to create Impetus – The Private Equity Foundation.

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TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2013

Immediately following the merger, a strategic review was undertaken to set the strategy for Impetus-PEF as a new organisation. Flowing from the review, we re-affirmed our ambition to ensure that charities and social enterprises are effective at what they do. Our emphasis on impact has increased and, as a result, we decided to focus further to drive that impact and then help our portfolio charities to scale up. Children and young people living in poverty in the UK continue to be the population we seek to help through our portfolio charities; and within that target population, we have chosen to concentrate our investments on organisations helping children and young people (from ages 11 to 24 years) to succeed in education, and get and keep jobs. Working in these crucial domain areas will build on the significant track records of both Impetus and PEF, as well as our active involvement with the Education Endowment Foundation.

4.) Achievements and performance

Review of charitable activities

Pre-merger, PEF remained focused on maintaining its donor base; identifying new investment opportunities and supporting the ongoing portfolio of charities; and continuing its high quality research and policy programme.

Portfolio and Investment

The portfolio remained largely constant through the year with significant activity as follows:

Place2Be

Place2Be is a demonstration of the rigour and impact of the PEF model. The Board were pleased to award a significant multi-year investment of £1.7m which has funded the expansion of Place2Be's services into secondary schools. Place2Be works inside schools to improve the emotional wellbeing of children, their families and the whole school community. The help given tackles problems early and improve the children's self-esteem and coping skills.

Workingrite

Workingrite provides opportunities for young people to learn from adults, to mature as people, and to find a way into real jobs. It does so through placing young people in a one-to-one work opportunity within smaller-scale-businesses. A further grant of £210k was approved to support Workingrite's expansion into England.

ThinkForward

ThinkForward is the Private Equity Foundation's unique programme providing long term and personalised support to those young people most at risk of falling out of education, employment or training. It helps the most vulnerable young people navigate the sometimes tricky transition from school to work, by providing inspirational 'Coaches' who show them the way. The bespoke support starts from age 14 and lasts for five years, seeing them through the critical school years and onto their first job, making their careers happen. The programme continued to grow during the year and is currently delivered within 14 schools.

PEF is working with a number of key funding partners to support the first five year's delivery of the programme. In the 6 months leading up to the merger date on 4th July 2013, grant expenditure of £171,953 has been recognised in connection to payments to delivery partner Tomorrow's People and charitable programme costs incurred of £119,040.

Research and Policy

PEF's research and policy programme helps PEF remains a visible thought leader in the area of NEETs prevention and reduction and successful school to work transitions. Our research ensures we are knowledgeable experts with evidence based policy recommendations and ensures that PEF has a seat at the table of decision making around NEETs reduction and prevention. Our research and policy work helps the portfolio charities to become more effective and helps the foundation understand best practice, remain at the forefront of innovation and ensure value for the donors' investment.

PRIVATE EQUITY FOUNDATION
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TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2013

Review of fundraising activities

PEF has maintained strong relations with its core donor base and secured sufficient funding to continue its mission and help every young person to achieve their full potential. This year's annual dinner fundraised its highest income to date and in addition to donor engagement events, we also held our regular football tournament and informative breakfasts.

5.) Financial review

Leading up to the merger, PEF continued to build a secure financial position, against a backdrop of the continuing difficult economic environment and severe pressure on the public purse.

New grants awarded totalled £2.5 million. This includes post-merger tranches of £2 million where future payments are subject to milestones and conditions being achieved (and are included within designated funds). Pre-merger grant expenditure in the year to 31 December 2013, where grant milestones have been achieved, stands at £595,911.

As at the merger date, the Directors considered PEF to be in a solid financial position. The accounts have not been prepared on the basis of going concern, in light of PEF's merger with Impetus Trust on 4th July 2013, forming Impetus-PEF.

PEF's trading subsidiaries, PEF Trading Limited and ThinkForward Social Impact (1) Limited, are consolidated within the financial statements. Both trading subsidiaries have performed in line with financial forecasts. PEF's shareholdings in both trading subsidiaries was transferred to Impetus-PEF as at the merger date.

Income and expenditure

Income of £1.8m is lower than the 2012 figure of £5.4m, reflecting that activities were transferred to Impetus-PEF as at the merger date and, viewed alongside the continuing difficult economic environment, the trustees are pleased with these results achieved in 2013.

The majority of income raised in the year came from companies and individuals with a connection to the private equity industry. These include not only the private equity firms and their employees but also the wider private equity community – advisers, consultants, lawyers and accountants.

PEF also benefitted from goods and services provided by supporters on a pro bono basis. The trustees estimate that the value of these goods and services was £279,925, the majority of which related to legal services. This amount has been recognised in the Statement of Financial Activities.

Investment policy and performance

The trustees adopt a cautious investment strategy that recognises the need to honour long-term commitments made to the investee charities. As such, funds are invested in deposit accounts, or equivalents.

Reserves policy

Following the transfer of assets and liabilities to Impetus-PEF, PEF holds nil reserves as at 31 December 2013. Pre-merger, PEF had held sufficient reserves to observe its policy of maintaining reserves to meet its running costs for at least six months.

6.) Plans for the future

On 4th July 2013 PEF completed its merger with Impetus Trust, harnessing the potential of private equity techniques and pro bono business expertise alongside grant funding to support best-in-class charities to become more effective, sustainable and to scale up their impact.

The Charity will continue to engage the private equity community in a collective philanthropic effort. We will encourage its members and supporters to do more than write a cheque: it will provide opportunities to see at

PRIVATE EQUITY FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2013

first hand the work that the Charity enables and it will welcome and encourage volunteer and pro bono contributions to engage with the charity and its portfolio.

As part of Impetus-PEF's five year business plan, in 2014 Impetus-PEF aims to:

- Invest £4.1m in grants whilst maintaining the targeted portfolio shape;
- Plan and execute policy activities to increase visibility and Impetus-PEF ownership of Impact Management;
- Raise £7.1m whilst honing new case of support with all donors existing and new with a focus on multi-year funds;
- Ensure staff and Board are clear on what success means and are aligned in achieving it;
- Develop a "compelling intent" framework which covers why we exist, what we do, how we do it and how well we are doing;
- Identify, select and start implementation of systems including CRM;
- Ensure high-performing management team capable of delivering 5 year plan.

7.) Public benefit

PEF's charitable objects set out its aims to promote the effectiveness and efficiency of charities and to promote the effective use of charitable resources. Throughout this report, the Trustees have sought to demonstrate that the activities undertaken during the year are undoubtedly in the public benefit. In addition, the Trustees have considered the Charity Commission's guidance on public benefit.

By promoting the effectiveness of charities and the effective use of resources by charities, we enable, through our mission focus on NEETs, disadvantaged children and young people to reach their full potential. The Trustees are confident that the activities set out herein satisfy the legal requirements of public benefit.

Our grant-making activities will enable our portfolio charities to be more effective and change the lives of more children and young people, while our programme of research helps to develop and disseminate best practice, helping the charitable sector to become more effective.

PRIVATE EQUITY FOUNDATION
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TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2013

Statement of trustees' responsibilities in respect of the Annual Report and the Financial Statements

The trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the trustees (who are the directors for the purposes of company law) to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of the income and expenditure of the charity for that year.

In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business, in which case there should be supporting assumptions or qualifications as necessary.

During 2013 the Trustees decided to transfer the business activities of out of PEF and into Impetus-PEF. The transfer of the business, staff and net assets occurred on the 4th July 2013. As the Trustees do not intend to acquire a replacement trade following the transfer of assets, they have not prepared the financial statements on a going concern basis. The effect of this is explained in note 1.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

In the case of each trustee in office at the date the Trustees' Report was approved:

- a) so far as the trustee is aware, there is no relevant audit information of which the charity's auditor is unaware; and
- b) he has taken all the steps that he ought to have taken as a trustee in order to make himself aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

For and on behalf of the Board of Trustees



Johannes Huth
Trustee

Dated: 3 July 2014

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF PRIVATE EQUITY FOUNDATION

We have audited the financial statements of Private Equity Foundation for the year ended 31st December 2013 set out on pages 13 to 26. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable 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 responsibility to anyone other than the charitable company and its members as a body, for our audit work, for this report, or for the opinions we have formed

Respective responsibilities of Trustees and auditor:

As explained more fully in the Statement of Trustees' Responsibilities set out on page 10, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit, and express an opinion on, the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors. Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the charitable company's affairs as at 31st December 2013 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice; and
- have been prepared in accordance with the Companies Act 2006.

Emphasis of matter – non-going concern basis of preparation

In forming our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosure made in note 1 to the financial statements which explains that the financial statements have not been prepared on the going concern basis for the reasons set out in that note.

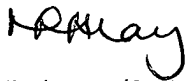
Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- the charitable company has not kept adequate accounting records or returns adequate for our audit have not been received from branches not visited by us; or
- the charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemption in preparing the Trustees' Annual Report.



Nicola May (Senior Statutory Auditor)

for and on behalf of KPMG LLP, Statutory Auditor

Chartered Accountants
1 Forest Gate
Brighton Road
Crawley
RH11 9PT

Date 9 September 2014

PRIVATE EQUITY FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)
CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE
ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2013

		Unrestricted funds	Restricted funds	Year to 31 Dec Total 2013	Year to 31 Dec Total 2012
	Notes	£	£	£	£
<u>Incoming resources from generated funds</u>					
Voluntary income	2	649,875	436,067	1,085,942	4,358,095
Activities for generating funds	4	723,718	-	723,718	949,728
Investment income	3	8,193	-	8,193	14,526
		<u>1,381,786</u>	<u>436,067</u>	<u>1,817,853</u>	<u>5,322,349</u>
Trading income	11,12	280,138	-	280,138	92,443
Total incoming resources		<u>1,661,924</u>	<u>436,067</u>	<u>2,097,991</u>	<u>5,414,792</u>
<u>Resources expended</u>					
<u>Costs of generating funds</u>					
Fundraising	6	272,700	-	272,700	411,634
<u>Charitable activities</u>					
Enabling children and young people to reach their full potential	6,7	922,804	477,955	1,400,759	2,651,998
Total charitable expenditure		<u>1,195,504</u>	<u>477,955</u>	<u>1,673,459</u>	<u>3,063,632</u>
Governance costs	9	483,506	-	483,506	311,986
Total resources expended		<u>1,679,010</u>	<u>477,955</u>	<u>2,156,965</u>	<u>3,375,618</u>
Net income/(expenditure) for the Period/ Net movement in funds before transfers		<u>(17,086)</u>	<u>(41,888)</u>	<u>(58,974)</u>	<u>2,039,174</u>
Net expenditure attributable to minority interests	23	47,993	-	47,993	238,137
Net income attributable to PEF		<u>30,907</u>	<u>(41,888)</u>	<u>(10,981)</u>	<u>2,277,311</u>
Transfers between funds	19	100,000	(100,000)	-	-
Fund balances at 1 January	19	6,405,516	1,211,749	7,617,265	5,339,954
Fund balances at 30 June	19	<u>6,536,423</u>	<u>1,069,861</u>	<u>7,606,284</u>	<u>7,617,265</u>
Transfer to Impetus-PEF (Charity No 1152262) on 4 July 2013		<u>(6,536,423)</u>	<u>(1,069,861)</u>	<u>(7,606,284)</u>	
Fund balances at 31 December		<u>-</u>	<u>-</u>	<u>-</u>	

All figures in the SOFA for the year ended 31 December 2013 relate to discontinued operations. Please see disclosures at note 22.

There were no recognised gains or losses in the current financial period other than those contained within the Statement of Financial Activities and, accordingly, a Statement of Recognised Gains and Losses has not been presented. These accounts have been prepared using historic cost basis.

The notes on pages 16 to 24 form an integral part of these Financial statements.

PRIVATE EQUITY FOUNDATION

(A COMPANY LIMITED BY GUARANTEE)

CHARITY STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2013

		Unrestricted funds	Restricted funds	Year to 31 Dec Total 2013	Year to 31 Dec Total 2012
	Notes	£	£	£	£
<u>Incoming resources from generated funds</u>					
Voluntary income	2	649,875	436,067	1,085,942	4,358,095
Activities for generating funds	4	723,718	-	723,718	949,728
Investment income	3	8,193	-	8,193	14,526
		<u>1,381,786</u>	<u>436,067</u>	<u>1,817,853</u>	<u>5,322,349</u>
Other incoming resources	5	42,192	-	42,192	66,405
Total incoming resources		<u>1,423,978</u>	<u>436,067</u>	<u>1,860,045</u>	<u>5,388,754</u>
<u>Resources expended</u>					
<u>Costs of generating funds</u>					
Fundraising	6	272,700	-	272,700	411,634
<u>Charitable activities</u>					
Enabling children and young people to reach their full potential	6,7,8	591,009	477,955	1,068,964	2,149,687
Total charitable expenditure		<u>863,709</u>	<u>477,955</u>	<u>1,341,664</u>	<u>2,561,321</u>
Governance costs	9	483,506	-	483,506	311,986
Total resources expended		<u>1,347,215</u>	<u>477,955</u>	<u>1,825,170</u>	<u>2,873,307</u>
Net income/(expenditure) for the Period/ Net movement in funds before transfers		76,763	(41,888)	34,875	2,515,447
Transfers between funds	19	100,000	(100,000)	-	-
Fund balances at 1 January	19	6,643,652	1,211,749	7,855,401	5,339,954
Fund balances at 30 June					
Transfer to Impetus-PEF (Charity No 1152262) on 4 July 2013		(6,820,415)	(1,069,861)	(7,890,276)	
Fund balances at 31 December		<u>-</u>	<u>-</u>	<u>-</u>	<u>7,855,401</u>

All figures in the SOFA for the year ended 31 December 2013 relate to discontinued operations. Please see disclosures at note 22.

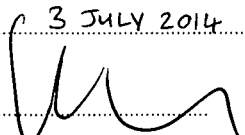
There were no recognised gains or losses in the current financial period other than those contained within the Statement of Financial Activities and, accordingly, a Statement of Recognised Gains and Losses has not been presented. These accounts have been prepared using historic cost basis.


The notes on pages 16 to 24 form an integral part of these Financial statements.

PRIVATE EQUITY FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)
BALANCE SHEETS
FOR THE YEAR ENDED 31 DECEMBER 2013

	Notes	Group		Charity	
		31 December 2013 £	31 December 2012 £	31 December 2013 £	31 December 2012 £
Fixed Assets					
Tangible assets	14	-	64,032	-	64,032
Investments	15	-	-	-	450,002
		-	64,032	-	514,034
Current assets					
Debtors	16	-	546,333	-	543,887
Cash in bank and in hand			7,935,205	-	7,308,879
			8,481,538		7,852,766
Creditors: amounts falling due within one year	17	-	(716,442)	-	(511,399)
Net current assets		-	7,765,096	-	7,341,367
Total assets less current liabilities		-	7,829,128	-	7,855,401
Creditors: amounts falling due after more than one year	18	-	-	-	-
Net assets		-	7,829,128	-	7,855,401
Restricted funds	19,20	-	1,211,749	-	1,211,749
Unrestricted funds	19,20	-	2,092,047	-	2,330,183
Designated funds	19,20	-	4,313,469	-	4,313,469
Funds		-	7,617,265	-	7,855,401
Funds attributable to minority interests	12	-	211,863	-	-
		-	7,829,128	-	7,855,401

The financial statements for Private Equity Foundation, Company registration number 5882818, Charity registration number 1116139 for the year ended 31 December 2013 were approved by the Board on 3 JULY 2014.


Johannes Huth
Trustee


Carl Parker
Trustee

The notes on pages 16 to 24 form an integral part of these Financial statements.

PRIVATE EQUITY FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2013

1 Accounting policies

1.1 Basis of preparation

The accounts have been prepared in accordance with applicable accounting standards in the United Kingdom, the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005 and the Companies Act 2006.

The accounts have been prepared under the historical cost convention. In previous years, the financial statements have been prepared on a going concern basis. However, during 2013 the Trustees took the decision to cease trading following the transfer of the company's business activities into Impetus PEF as part of a merger arrangement with Impetus trust. As they do not intend to acquire a replacement trade, the Trustees have not prepared the financial statements on a going concern basis for the year ending 31 December 2013, nor the previous year ending 31 December 2012. No adjustments were necessary to the amounts at which the remaining net assets are included in these financial statements. Exemption has been taken from preparing a cashflow statement on the grounds that PEF qualifies as a small company.

The financial statements of the wholly owned subsidiary, PEF Trading Limited, have been consolidated with those of the Charity on a line by line basis.

The financial statements of the partly owned company, Think Forward Social Impact Limited, have been consolidated with those of the Charity on a line by line basis with minority interests identified.

Private Equity Foundation merged with Impetus Trust on 4 July 2013, forming a new charity named Impetus - The Private Equity Foundation. PEF's assets and liabilities were transferred at the merger date.

1.2 Incoming resources

Income has been recognised gross on the basis of entitlement, certainty and measurement.

Donations, legacies and other forms of voluntary income, including donated goods and services, are recognised as incoming resources when receivable, except insofar as they are incapable of financial measurement.

Gifts in kind are recognised as both income and expenditure in the year to which they relate. Gifts in kind represent the commercial value of goods and services freely donated to the charity.

1.3 Resources expended

Expenditure is recognised on an accruals basis, inclusive of value added tax.

Costs of generating funds are those costs incurred in attracting voluntary income, in particular grant funding and the costs of maintaining the charity's profile within the sector.

Grants payable are recognised at the time the charity becomes committed to make a grant. Where grant contracts include conditions that must be satisfied prior to future tranches being released, the grant expense is recognised on the date that these conditions have been satisfied.

Grantees are monitored and evaluated over the duration of the grant agreement to ensure compliance with the conditions stipulated within the grant agreement.

Support costs are allocated against UK grants, European grants and research grants based on the time spent working on each category which is estimated by the respective level of grant funding.

Governance costs include those costs incurred in the governance of the charity's assets and are primarily associated with the constitutional and statutory requirements. All legal fees are received gratis and valued at the market rate.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Assets with a value below £500 are not capitalised. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Office equipment	25% straight line
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1.5 Accumulated funds

Unrestricted funds are general funds that are available for the use at the trustees' discretion in furtherance of the objectives of the charity.

Restricted funds comprise funds that are subject to specific conditions imposed by the donor on how those funds can be spent.

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the accounts.

PRIVATE EQUITY FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2013

1.6 Foreign Currency

Transactions in foreign currencies are translated into sterling at the rates of exchange current at the date of the transaction. Foreign currency monetary assets and liabilities in the balance sheet are translated into sterling at the rates of exchange ruling at the end of the year. Resulting exchange gains and losses are taken to the statement of financial activities.

1.7 Taxation

Private Equity Foundation is exempt from taxation under Part 10 ITA 2008, provided the income is used for the charitable purposes of Private Equity Foundation.

1.8 Pension contributions

Pension contributions are made by PEF on behalf of eligible employees and are paid into personal pension schemes as nominated by the employee and contributions pass through the SOFA as incurred.

2 Voluntary income

	Unrestricted funds £	Restricted funds £	Year to 31 Dec Total 2013 £	Year to 31 Dec Total 2012 £
Donations and gifts	369,950	436,067	806,017	4,023,159
Services in kind	279,925	-	279,925	334,936
	<u>649,875</u>	<u>436,067</u>	<u>1,085,942</u>	<u>4,358,095</u>

3 Investment income

	Unrestricted funds £	Restricted funds £	Year to 31 Dec Total 2013 £	Year to 31 Dec Total 2012 £
Interest receivable	8,193	-	8,193	14,526

4 Activities for generating funds

	Unrestricted funds £	Restricted funds £	Year to 31 Dec Total 2013 £	Year to 31 Dec Total 2012 £
Fundraising events	723,718	-	723,718	949,728

5 Other incoming resources (Charity only)

	Unrestricted funds £	Restricted funds £	Year to 31 Dec Total 2013 £	Year to 31 Dec Total 2012 £
Other income	42,192	-	42,192	66,405

Other income consists of monies receivable from PEF Trading Limited, see note 11.

PRIVATE EQUITY FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2013

6 Total resources expended

	Grant funding £	Activities undertaken directly £	Support costs £	Year to 31 Dec Total 2013 £	Year to 31 Dec Total 2012 £
Costs of generating funds					
Fundraising and publicity	-	-	272,700	272,700	411,634
Charitable activities					
Grant funding					
UK organisations	565,938	-	267,830	833,768	1,701,000
European organisations	29,973	-	19,662	49,635	179,906
Research organisations	40,223	-	26,298	66,521	132,322
Charitable programme costs	-	119,040	-	119,040	136,459
Other programme costs *	-	331,795	-	331,795	502,311
Total charitable activities	636,134	450,835	313,790	1,400,759	2,651,998
Governance costs	-	-	483,506	483,506	311,986
Total resources expended	636,134	450,835	1,069,996	2,156,965	3,375,618

* Costs incurred within ThinkForward Social Impact (1) Limited and PEF Trading Limited, excluding group transactions. See notes 11 and 12 for detail. Costs are incurred in connection with the ThinkForward programme.

Total resources expended only for the Charity total £1,825,170 being the costs above excluding Other programme costs of £331,795 attributable to trading subsidiaries as explained above.

PRIVATE EQUITY FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2013

7 Grants payable in the Period	Unrestricted funds £	Restricted funds £	Year to 31 Dec Total 2013 £	Year to 31 Dec Total 2012 £
UK organisations	203,585	362,353	565,938	978,884
European organisations	-	29,973	29,973	130,734
Research organisations	40,223	-	40,223	81,534
Charitable programme costs	33,411	85,629	119,040	136,459
Other programme costs	331,795	-	331,795	498,187
	<u>609,014</u>	<u>477,955</u>	<u>1,086,969</u>	<u>1,825,798</u>
Support costs	313,790	-	313,790	826,200
Grants payable including support costs	<u>922,804</u>	<u>477,955</u>	<u>1,400,759</u>	<u>2,651,998</u>
Grants to UK organisations comprised:				
Community Links	-	-	-	19,535
Fairbridge	-	-	-	6,325
Place2Be	279,500	-	279,500	1,000
School-Home Support	-	120,000	120,000	116,667
Skill Force	-	37,000	37,000	521,395
Tomorrow's People	-	33,400	33,400	16,700
Tomorrow's People (ThinkForward)	-	171,953	171,953	222,262
ThinkForward *	(210,915)	-	(210,915)	-
Workingrite	135,000	-	135,000	75,000
	<u>203,585</u>	<u>362,353</u>	<u>565,938</u>	<u>978,884</u>
Grants to European organisations comprised:				
Big Brother Big Sister, Deutschland	-	-	-	81,718
Bundesnetzwerk (HHM)	-	29,973	29,973	49,016
	<u>-</u>	<u>29,973</u>	<u>29,973</u>	<u>130,734</u>
In line with accounting policy, multi-year grants have been recognised once the specific conditions attached to payment tranches have been satisfied.				
* This adjustment relates to the release of a grant creditor recognised in the prior year. These monies remain committed to the ThinkForward programme but no longer represent a third party creditor.				
Grants to research organisations comprised:				
Conference	12,564	-	12,564	14,544
Luke's World	-	-	-	990
Work Foundation - Bottom 1 million	-	-	-	24,000
Work Foundation - Bespoke NEETs	-	-	-	18,000
Work Foundation - Missing million	12,383	-	12,383	24,000
Young Foundation - Social Investment	15,276	-	15,276	-
	<u>40,223</u>	<u>-</u>	<u>40,223</u>	<u>81,534</u>

PRIVATE EQUITY FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2013

8 Support costs				Year to 31 Dec Total 2013 £	Year to 31 Dec Total 2012 £
	UK £	Europe £	Research £		
Staff costs	204,981	19,662	26,298	250,941	656,901
Depreciation	15,548			15,548	6,096
Consultancy fees	-			-	4,217
Property	30,459			30,459	69,656
Administration costs	16,249			16,249	64,170
Travel and subsistence	4,511			4,511	9,616
Sundry other	(3,918)			(3,918)	15,544
	<u>267,830</u>	<u>19,662</u>	<u>26,298</u>	<u>313,790</u>	<u>826,200</u>
			Unrestricted funds	313,790	745,525
			Restricted funds	-	80,675
				<u>313,790</u>	<u>826,200</u>

Support costs are allocated based on the estimated time spent which is based upon the level of grant funding for UK, Europe and Research. Support costs which directly relate to a specific category are allocated accordingly.

9 Governance costs		Year to 31 Dec 2013 £	Year to 31 Dec 2012 £
Audit services (services in kind)		10,000	27,000
Legal services (services in kind)		269,925	284,986
Merger integration costs		203,581	-
		<u>483,506</u>	<u>311,986</u>

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year, nor any expenses. PEF provides Directors and Officers insurance which covers the Trustees against any personal liability at a cost of £4,240 (2012: £4,240).

PRIVATE EQUITY FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2013

11 Investment in PEF Trading Limited

The investment in PEF Trading Limited (PEFTL) represents the whole of the issued ordinary share capital of a company incorporated in England & Wales on 13 February 2012.

PEF's investment in PEFTL was transferred to Impetus - The Private Equity Foundation as at the merger date.

PEFTL engages in miscellaneous trading activities connected to Private Equity Foundation. The key financial information of PEFTL in the period to 4 July 2013 is as follows:

	Period to 4 Jul 2013	Period to 31 Dec 2012
	£	£
Turnover	44,685	67,805
Cost of sales	(42,192)	(63,286)
Administrative expenses	(357)	(1,399)
Donated to PEF under Gift Aid		(3,120)
Movement in shareholders funds	2,136	-
Ordinary share capital	1	1
Profit and loss account	2,136	-
Shareholders funds represented by net assets	2,137	.1

Note that turnover and cost of sales are the result of transactions with TFSIL and PEF and have therefore been eliminated within the consolidated accounts where appropriate.

12 Investment in Think Forward Social Impact (1) Limited

The investment in Think Forward Social Impact (1) Limited (TFSIL) represents 50% of the issued ordinary share capital and the sole preference share of a company incorporated in England & Wales on 24 January 2012. The remaining 50% ordinary share capital is held by Big Society Capital.

PEF's investment in TFSIL was transferred to Impetus - The Private Equity Foundation as at the merger date.

TFSIL manages the delivery of the ThinkForward programme in connection to a payment by results contract. The key financial information of TFSIL in the period to 4 July 2013 is as follows:

	Period to 4 Jul 2013	Period to 31 Dec 2012
	£	£
Turnover	280,138	92,443
Cost of sales	(374,383)	(565,992)
Administrative expenses	(1,740)	(2,725)
Movement in shareholders funds	(95,985)	(476,274)
Ordinary share capital	900,000	900,000
Preference share capital	1	1
Profit and loss account	(572,259)	(476,274)
Shareholders funds represented by net assets	327,742	423,727
Shareholders funds attributable to minority interests (Big Society Capital)	163,871	211,863

Please refer to note 23 for further detail regarding minority interests.

PRIVATE EQUITY FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2013

13 Employees	Year to 31 Dec 2013 Number	Year to 31 Dec 2012 Number
Number of employees		
The average number of employees during the period was:	16	15
Employment costs	Year to 31 Dec 2013 £	Year to 31 Dec 2012 £
Wages and salaries	373,566	749,958
Social security costs	42,524	83,947
Pension costs	7,542	28,018
	423,632	861,923
The number of employees whose annual emoluments were £60,000 or more were:	2013 Number	2012 Number
£60,000 to £70,000	-	1
£70,001 to £80,000	-	1
£100,001 and above	-	1
	-	3

Pension contributions for staff whose annual emoluments were £60,000 or more totalled £0 (2012: £20,000).

14 Tangible fixed assets

Group and charity	Office Equipment £
Cost	
At 1 January 2013	94,236
Additions	48,153
Disposals	(18,000)
Transfer to Impetus-PEF (note 25)	(124,389)
At 31 December 2013	-
Depreciation	
At 1 January 2013	30,204
Charge for the year	15,548
Disposals	(18,000)
Transfer to Impetus-PEF (note 25)	(27,752)
At 31 December 2013	-
Net book value	
At 31 December 2013	-
At 1 January 2013	64,032

PRIVATE EQUITY FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2013

15 Investments

	Group		Charity	
	2013	2012	2013	2012
	£	£	£	£
PEF Trading Limited	-	-	-	1
Thinkforward Social Impact (1) Limited	-	-	-	450,001
At 31 December 2013	-	-	-	450,002

16 Debtors

	Group		Charity	
	2013	2012	2013	2012
	£	£	£	£
Gift Aid	-	102,201	-	102,201
Accrued income	-	372,044	-	372,044
Prepayments	-	37,883	-	37,883
Other debtors	-	34,205	-	7,875
PEF Trading Limited	-	-	-	23,884
At 31 December 2013	-	546,333	-	543,887

17 Creditors: amounts falling due within one year

	Group		Charity	
	2013	2012	2013	2012
	£	£	£	£
Grants payable	-	400,108	-	400,108
Taxes and social security costs	-	36,194	-	30,770
Trade creditors	-	197,764	-	(55)
Accruals	-	82,376	-	80,576
At 31 December 2013	-	716,442	-	511,399

18 Creditors: amounts falling due after more than one year

	Group		Charity	
	2013	2012	2013	2012
	£	£	£	£
Grants payable	-	-	-	-
Transfer to Impetus-PEF	-	-	-	-
At 31 December 2013	-	-	-	-

PRIVATE EQUITY FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2013

19 Movement in funds

	Balance at 1 Jan 2013	Incoming resources	Resources expended	Transfers	Balance at 4 July 2013
	£	£	£	£	£
<u>Restricted funds</u>					
Tomorrow's People	50,100	-	(33,400)	-	16,700
Bundesnetzwerk	253,964	-	(29,973)	-	223,991
SHS	-	220,000	(120,000)	(100,000)	-
SkillForce	169,321	-	(37,000)	-	132,321
ThinkForward	688,364	216,067	(257,582)	-	646,849
Other	50,000	-	-	-	50,000
	1,211,749	436,067	(477,955)	(100,000)	1,069,861
<u>Unrestricted funds</u>					
Designated funds - German projects	163,671	-	-	-	163,671
Designated funds - UK projects	4,149,798	-	(414,500)	(138,065)	3,597,233
Total designated funds	4,313,469	-	(414,500)	(138,065)	3,760,904
Other unrestricted funds	2,330,183	1,423,978	(932,715)	238,065	3,059,511
Total charity funds	7,855,401	1,860,045	(1,825,170)	-	7,890,276
Unrestricted trading subsidiaries	(238,136)	97,877	(143,733)	-	(283,992)
Total group funds	7,617,265	1,957,922	(1,968,903)	-	7,606,284
Unrestricted funds attributable to minority interests	211,863	140,069	(188,061)	-	163,871
Transfer to Impetus-PEF (note 25)	(7,617,265)	(1,957,922)	1,968,903	-	(7,606,284)
At 31 December 2013	-	-	-	-	-

Designated funds represent investments that the Board expect to be made in the coming 12 months from unrestricted funds. This includes future tranches of current grants where payment is subject to milestones being achieved, plus anticipated new grant approvals.

Reallocations between restricted and unrestricted funds relate to commitments made and recognised by the charity in a prior period. This ensures that restricted income is correctly matched to the charitable expenditure to which it relates.

Restricted funds operated by the charity are as follows:

Tomorrow's People

Tomorrow's People is a portfolio charity which works to put the most disadvantaged young people on the road to employment.

Bundesnetzwerk

Bundesnetzwerk Shule Ausbildung is a portfolio charity operating in Germany which works to place disadvantaged young people into apprenticeships and then on into work.

Other

This fund relates to other restrictions such as events and overheads.

PRIVATE EQUITY FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2013

19 Movement in funds (continued)

School Home Support (SHS)

SHS is a portfolio charity which engages with schools and families to address the root causes of poor attendance and behaviour.

SkillForce

SkillForce is a portfolio charity which works in schools to deliver skills-based courses in years 10 and 11.

ThinkForward

ThinkForward is PEF's charitable programme which places coaches in schools.

Minority interests

This relates to Big Society Capital's part ownership of TFSIL. Further detail at note 12.

20 Consolidated analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Total 2013 £
Fund balances at 31 December 2013 are represented by:			
Tangible fixed assets	-	-	-
Investments	-	-	-
Current assets	-	-	-
Creditors: amounts falling due within one year	-	-	-
Creditors: amounts falling due after more than one year	-	-	-
	-	-	-

21 Members' liability

Private Equity Foundation is a company limited by guarantee and has no share capital. The liability of each of the ten members in the event of winding up is limited to £10. The charity has no parent or ultimate holding company.

22 Financial statements prepared on the basis that the charity is no longer a going concern

On 4 July 2013, Private Equity Foundation and Impetus Trust legally merged to form Impetus – The Private Equity Foundation, which was incorporated on 25th March 2013 in England and Wales with registered number 8460519 and is a registered charity with registration number 1152262.

Taking account of this, the Trustees have prepared these financial statements on a basis that the charity (Private Equity Foundation) is no longer a going concern. This is due to the transfer of PEF's activities to the new charitable entity, Impetus – The Private Equity Foundation. No material adjustment arose as a result of ceasing to apply the going concern basis.

Note 25 details the net assets that were transferred to Impetus-PEF as at 4 July 2013.

23 Minority Interests

Minority interests reflect Big Society Capital's shareholding in ThinkForward Social Impact (1) Limited, see note 12 for further detail.

	£
Minority interests brought forward at 1 January 2013	211,863
Minority interest acquisition of share capital	-
Minority interest share of movement in funds	(47,992)
Minority interests carried forward at 4 July 2013	163,871
Transfer to Impetus-PEF accounts at merger date	(163,871)
Balance as at 31 December 2013	-

PRIVATE EQUITY FOUNDATION
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2013

24 Related parties

PEF has two principal subsidiaries which have been consolidated into the group financial statements. These are PEF Trading Ltd and Thinkforward Social Impact (1) Ltd. Notes 11 and 12 disclose PEF's investment in these subsidiaries and the subsidiary's results to 31 December 2013. These subsidiaries were transferred to Impetus - The Private Equity Foundation as at the merger date, 4 July 2013.

There are no transactions with related parties that required to be reported in accordance with FRS 8 Related Party Disclosures.

25 Merger

The aggregate book value of net assets transferred to Impetus-PEF as at 4 July 2013 is shown below.

	4 July 2013
	£
Fixed assets	96,634
Investments	450,001
Cash at bank and in hand	7,306,843
Debtors	62,879
Creditors	(26,082)
Net current assets	<u>7,890,275</u>
Restricted funds	1,069,861
Unrestricted funds	6,820,414
Total funds	<u>7,890,275</u>