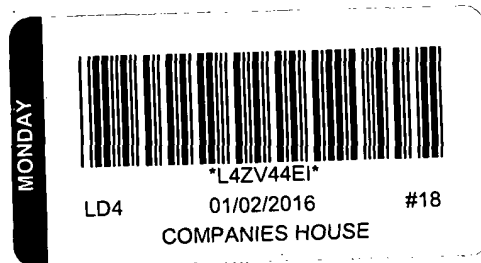


FIRTASH FOUNDATION
(a company limited by guarantee)

Financial Statements
for the year ended
5 April 2015



Company Number: 06505892
Charity number: 1124290

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FIRTASH FOUNDATION (a company limited by guarantee)

Legal and administrative information

Directors

L Firtash

D Slobodyan

I Huddleston (Resigned 9 April 2014)

Pinsent Masons Secretarial Limited (Resigned 14 November 2014)

Secretary

Pinsent Masons Secretarial Limited (Resigned 14 November 2014)

Registered Office

4th Floor

26 Mount Row

Mayfair

W1K 3SQ

Accountant

Moore Stephens LLP

Chartered Accountants

150 Aldersgate Street

London

United Kingdom

EC1A 4AB

Registered charity number

1124290

Company Number

06505892

The Trustees are pleased to present their report and the audited financial statements of Firtash Foundation for the year ended 5 April 2015. These comply with statutory requirements, the Memorandum and Articles of Association and the Statement of Recommended Practice – Accounting and Reporting by Charities (SORP) 2005.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The organisation is a charitable company limited by guarantee, incorporated on 15 February 2008 and registered as a charity on 2 June 2008. The company was established under a Memorandum of Association which sets out the objects and powers of the charitable company and is governed by its Articles of Association.

Recruitment, Appointment and Training of Trustees

Trustees can be nominated by any member of the Board of the Trustees to replace a Trustee stepping down. Appointment of newly nominated Trustees requires unanimous approval of all Trustees. The new Trustee is provided with details of Trustees' roles and responsibilities. Training as such is not provided as no one has felt it to be necessary. At meetings, there is always room for questions and explanations.

OBJECTIVES AND ACTIVITIES

Charitable Objectives

Firtash Foundation is a not-for-profit organisation constituted with charitable purposes in perpetuity. The objectives of Firtash Foundation are:

- a) The advancement of education within the United Kingdom of Great Britain and Northern Ireland and in particular (but without limiting or restricting the generality thereof):
 - The establishment and funding of a chair in Ukrainian studies at any university or universities and the funding of research and teaching of Ukrainian studies in order to broaden understanding of the history, language, culture and people of the Republic of Ukraine,
 - The provision of scholarship, bursaries prizes, grants and allowances to students or prospective students of Ukrainian studies at any university or college or educational establishment within the United Kingdom;
- b) The general purposes of such charitable bodies or for such other purposes for the public benefit as shall be exclusively charitable according to the laws of England and Wales, as the Trustees' of the company (who are also the Directors of the company) may from time to time determine, in particular but not exclusively within the Republic of Ukraine.
- c) Advancement of Ukrainian arts, culture, heritage or science.

Public benefit

The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit, when reviewing their aims and objectives and in planning the Foundation's future activities.

Risks

The Trustees identify and review the major risks to which the Foundation is exposed and have established appropriate systems to anticipate further risks that may arise. The trustees believe that implementation of agreed actions and procedures will significantly reduce the probability and the impact of these risks.

ACTIVITIES, ACHIVEMENTS & PERFORMANCE

During the year Firtash Foundation continued its commitment to supporting its charitable objectives, one of which is "advancement of Ukrainian arts, culture, heritage or science."

In Our Paradise

Building on the success of the Contemporary Ukrainian Art exhibition which was showcased at the Saatchi Gallery as part of Days of Ukraine in the UK 2013, Firtash Foundation launched a series of exhibitions which are due to take place at the Saatchi Gallery over the coming years. The exhibitions will serve as a platform to bring Ukrainian artists to an international arena and to help educate the international community about the unique cultural and artistic history of Ukraine.

The first exhibition in the series (and second collaboration with the Saatchi Gallery) "In our paradise..." celebrating the 200th anniversary of the birth of the renowned Ukrainian Poet, Taras Shevchenko, was launched on 10 July 2014. The exhibition gave visitors a glimpse into the challenges faced by Ukraine, including the most recent political unrest in the country. The collection of photographs by leading photographers made for a thought-provoking and challenging exhibition. The themes of war, dictatorship and human loss were intimately captured in the vivid images, which gave an insight into the struggles Ukraine has faced alongside showcasing the vibrancy of Ukraine's art scene.

Days of Ukraine in the UK 2014 – Premonition: Ukrainian Art Now

The second exhibition in the series (and third collaboration with the Saatchi Gallery) was launched as part of the annual Days of Ukraine in the UK festival. Premonition: Ukrainian Art Now, launched on 9 October 2014, aimed to provide a broad introduction to the diverse and energetic nature of Ukraine's art-scene through showcasing over 70 works by 38 artists.

The exhibition took over one entire floor of the Saatchi Gallery and featured work that had been made recently, but mostly pre-dated the social unrest and upheaval that Ukraine experienced during 2014. However, the title acknowledged that since the early years of the new millennium, the work of many Ukrainian artists has tended to reflect, or even predict in an uncanny way, the growing challenges, issues and questions concerning their nation's future identity and stability.

Premonition: Ukrainian Art Now showcased an exciting group of artists who were relatively unknown outside their homeland. Some of the artists featured in this exhibition had established reputations in Ukraine, while others were recent graduates. The work of these two generations of artists provided an arresting insight into the future of contemporary art in Ukraine and was set to play a key role in shaping our understanding of the culturally rich but complex environment in which they practice their art.

Premonition: Ukrainian Art Now formed the largest survey to date of Ukrainian contemporary art in the UK. The exhibition attracted over 130,000 visitors and was hailed by the Art Newspaper as one of the top 20 most popular exhibitions worldwide.

Darda Productions Limited

Throughout the year Darda Productions Limited, a wholly owned subsidiary of Firtash Foundation, continued operating as a production company. Darda Productions successfully organized both exhibitions, which were supported by Firtash Foundation. As the company's track record and know-how develops, Darda Productions Limited will start offering event production and management services to third parties.

FINANCIAL REVIEW

After the successful "launch" of Firtash Foundation's activities in 2013, the Foundation decided to transfer operational activities such as event organization to Darda Productions Limited, its wholly owned subsidiary.

Darda Productions Limited took on both operational and financial aspects of event organization and management. Previous year's exhibitions were funded from contributions to Firtash Foundation. This past year's exhibition costs were managed directly by Darda Productions Limited and were ultimately covered by the Foundation's donor, the Firtash family. This change in operational activity resulted in reduced movement of funds in the Firtash Foundation's accounts.

Given the Foundation's expanded charitable activities, the Firtash Family kindly offered to provide funds for new office premises and consequently the Foundation moved to new premises at 4th Floor, 26 Mount Row, London W1K 3SQ. This move resulted in increased support costs for the Foundation, which are largely attributable to office rent and maintenance. However, as it is expected that some of the operational costs will be transferred to Darda Productions Limited in the future, the support costs of the Foundation are expected to return to the usual level in the coming year.

RESERVES POLICY

At 5 April 2015 the trustees have not set a formal reserves policy, reflecting the deficit on reserves of £148,177 at 5 April 2015 and the lack of income generating activity in the year.

As noted above the majority of operational activities are now managed through the trading subsidiary, Darda Productions Limited. While activities are planned for the future, the year under review has been particularly difficult as a result of the political uncertainties in Ukraine.

The trustees will continue to monitor the position and mitigate future deficits through the trading subsidiary and the support of the Firtash family.

It is hoped to resume charitable activity in the near future at which point the reserves policy will be reviewed.

FUTURE PLANS

The Firtash Family, the Foundation's donor, have once again affirmed their commitment to the charitable objectives of Firtash Foundation and have committed to providing funding for future projects.

The Foundation plans to continue leveraging the Days of Ukraine in the UK as a platform for showcasing contemporary art and supporting young artists from Ukraine. The next exhibition in the series will be held in the form of a competition and will focus on works of art submitted by young artists fitting a pre-defined criteria. The best works will be selected by a panel of independent judges to be displayed at the Saatchi gallery. Firtash Foundation will also provide financial educational grants to the winners of the competition.

GOING CONCERN

After making enquiries, the Trustees have formed a judgement that, as at the date of approving the financial statements, there is a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future due to the activities being dependant on the donations. The Firtash family, Firtash Foundation's donor, have once again confirmed their commitment to the charitable purposes supported by the Foundation. The Firtash family committed to providing further donations to the Foundation to enable its operations in the future and as a result the trustees have adopted the going concern basis in preparing the accounts.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also the Directors of the company for the purposes of company law) are responsible for preparing the Trustee's Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources including the income and expenditure of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards and Statements of Recommended Practice have been followed, subject to any material departures disclosed and fully explained in the financial statements; and
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

FIRTASH FOUNDATION (a company limited by guarantee)

Report of the Trustees (incorporating a Directors' report)

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

SMALL COMPANY PROVISIONS

The above report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

By order of the Board



D Slobodyan
Director

4 January 2016

Independent Examiner's Report to the Trustees of Firtash Foundation

I report on the accounts of Firtash Foundation for the year ended Year End 5 April 2015 which comprise Statement of Financial Activities, the Balance Sheet and the related notes.

This report is made solely to the Charity's Trustees, as a body, in accordance with Chapter 3 of Part 8 of the Charities Act 2011. My examination has been undertaken so that I might state to the Charity's Trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Charity and the Charity's Trustees as a body, for my examination, for this report, or for the opinions I have formed.

Respective responsibilities of Trustees and Examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

Basis of Independent Examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the Charity and a comparison of the accounts presented with those records. It also includes a consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below.

Independent Examiner's statement

In connection with my examination, no matter has come to my attention:

1. which gives me reasonable cause to believe that in any material respect the requirements:
 - to keep accounting records in accordance with section 386 of the Companies Act 2006; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charitieshave not been met; or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Moore Stephens LLP

PHILIP CLARK
Moore Stephens LLP
Chartered Accountants
150 Aldersgate Street
London
EC1A 4AB

21 January 2016

FIRTASH FOUNDATION (a company limited by guarantee)

Statement of financial activities for the year ended 5 April 2015
(Incorporating an Income and Expenditure account)

	Note	Unrestricted £	Restricted £	Total 2015 £	Total 2014 £
Incoming resources					
Contributions received		-	-	-	1,482,535
Bank Interest		89	-	89	15
Total Incoming resources		89	-	89	1,482,550
Resources expended					
<i>Charitable activities</i>					
Events planning		-	-	-	1,454,181
Support costs		155,744	-	155,744	21,388
<i>Governance costs</i>		25,578	-	25,578	9,385
Total resources expended	2	181,322	-	181,322	1,482,954
Net incoming/(outgoing) resources before transfers		(181,233)	-	(181,233)	(2,404)
Transfer between funds	9	-	-	-	-
Net incoming/(outgoing) resources					(2,404)
Total funds at 6 April 2014		33,056	-	33,056	35,460
Total funds at 5 April 2015		(148,177)	-	(148,177)	33,056

The statement of financial activities includes all gains and losses in the year.

All incoming resources and resources expended derive from continuing activities.

The notes on pages 11 to 14 form part of these financial statements.

FIRTASH FOUNDATION (a company limited by guarantee)

Balance sheet as at 5 April 2015

	Note	£	2015 £	£	2014 £
Non-current assets					
Investment in subsidiary	4	1		1	
Current assets					
Cash at bank and in hand		34,711		43,856	
Creditors: Amounts falling due within one year	5	<u>(182,889)</u>		<u>(10,801)</u>	
Net Current Assets			(148,176)		33,055
Total Assets Less Current Liabilities			<u>(148,177)</u>		<u>33,056</u>
Funds					
Unrestricted funds			<u>(148,177)</u>		33,056
			<u>(148,177)</u>		<u>33,056</u>

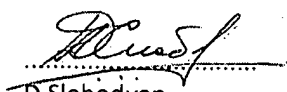
The Trustees are satisfied that the charitable company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the year by virtue of section 477, and that no member or members have requested an audit pursuant to section 476 of the Act.

The Trustees acknowledge their responsibilities for:

- (i) ensuring that the charitable company keeps adequate accounting records which comply with section 386 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of the financial year and of its results for the financial year in accordance with the requirements of sections 394 and 395, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the charitable company.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

These financial statements were approved by the Board and authorised for issue 21 January 2016, and are signed on their behalf by:


D Slobodyan
Director

Company Number: 06505892

The notes on pages 11 to 14 form part of these financial statements.

1. Accounting Policies

a) Basis of Preparation

The financial statements have been prepared under the historic cost convention and in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies, the Financial Reporting Standard for Smaller Entities (effective April 2008), applicable accounting standards and the Statement of Recommended Practice – Accounting and Reporting by Charities (SORP 2005). The following principal accounting policies have been applied:

b) Incoming Resources

Income from donations and bank interest are both included in the Statement of Financial Activities when received.

c) Resources Expended

All expenditure is accounted for on the accruals basis and is recognised when there is a legal or constructive obligation to pay. Expenditure items have been classified under headings that aggregate all costs related to each category.

Direct charitable expenditure includes the direct costs in furtherance of the charitable company's objectives and these are accounted for when they are incurred.

Governance costs are those costs relating to compliance with constitutional and statutory requirements.

d) Cash Flow Statement

The charitable company have taken advantage of the exemptions available to not produce a cash flow statement under Financial Reporting Standard 1 on the grounds that it is small.

e) Fund Accounting

The funds held by the charitable company are:

Restricted funds are funds which have been given for specific purposes and projects as specified by funders.

Unrestricted funds are incoming resources available or generated for the objective of the charitable company without further specified purpose and are available as general funds to be spent at the discretion of the Trustees furtherance of the charitable objectives of the charitable company.

f) Operating Leases

Rental charges for operating leases are charged to the Statement of Financial Activities on a straight line basis over the life of the lease.

g) Going concern

The Firtash family, Firtash Foundation's donor, have once again confirmed their commitment to the charitable purposes supported by the Foundation. The Firtash family committed to providing further donations to the Foundation to enable its operations in the future and as a result the trustees have adopted the going concern basis in preparing the accounts.

h) Foreign Currency

Transactions denominated in foreign currencies are translated into sterling and recorded at the average rate of exchange in the year. Balances at the year end denominated in a foreign currency are translated into sterling at the rate of exchange ruling at the balance sheet date, with the gains or losses recognised in the Statement of Financial Activities.

2. Resources Expended

	2015	2014
	£	£
Charitable activities		
Direct costs		
Events planning expenditure	-	1,454,181
	<u>-</u>	<u>1,454,181</u>
Support costs		
Printing	-	-
Bank charges	405	1,392
Premises expenses	155,510	17,901
Foreign exchange gain	(171)	2,095
	<u>155,744</u>	<u>21,388</u>
Total charitable expenditure	<u>155,744</u>	<u>1,475,569</u>
Governance costs		
Legal & professional	21,078	385
Accountancy and audit	4,500	9,000
	<u>25,578</u>	<u>9,385</u>

3. Trustees' Remuneration and Expenses

Trustees received no remuneration (2014: nil) or expenses (2014: nil) in the financial year.

4. Investments

	Group companies £
Cost	
At 6 April 2014	1
Additions	
	<hr/>
At 5 April 2015	1
	<hr/>
Net book value	
At 5 April 2015	1
	<hr/>
At 5 April 2014	1
	<hr/>

Details of investment held:

Name	Darda Productions Limited (incorporated in England)
Holding	100% ordinary share capital
Principle activity	Production company

Consolidated accounts have not been produced on the basis that together the entities form a small group.

5. Creditors: amounts falling due within one year

	2015 £	2014 £
Accruals	4,500	10,800
Amounts owed to subsidiary	178,389	1
	<hr/>	<hr/>
	182,889	10,801
	<hr/>	<hr/>

6. Taxation

All of the activities of the charitable company carried out during the year are exempt under section 505 of the income and Corporation Taxes Act 1998.

7. Related Parties

All donations totalling £nil (2014: £1,482,535) received in the year were from DF Investments Limited. This company is a related party to the Firtash Foundation as it is owned by the husband of L Firtash, one of the Trustees. No balances were outstanding at the year end (2014: £nil).

During the year Darda Productions Limited, a 100% subsidiary of Firtash Foundation, paid £176,588 of expenses on behalf of the charity. The Charity owes Darda Productions Limited £178,389 at year end.

8. Operating Lease Commitment

At 5 April 2015 the charitable company had annual commitment under operating lease agreements as follows:

Land and buildings:

	2015 £	2014 £
Operating lease which expires:		
Within 2 – 5 years	150,572	150,572
	<u> </u>	<u> </u>

9. Movement in Funds

	As at 6 April 2014 £	Incoming resources £	Resources expended £	Transfers £	As at 5 April 2015 £
Unrestricted	33,056	89	(181,322)	-	(148,177)
	<u>33,056</u>	<u>89</u>	<u>(181,322)</u>	<u>-</u>	<u>(148,177)</u>