

COMPANY REGISTRATION NUMBER: 09383412

CHARITY REGISTRATION NUMBER: 1162681

**Vinchel Foundation**

**Company Limited by Guarantee**

**Unaudited Financial Statements**

**For the year ended**

**31 December 2018**

**Vinchel Foundation**  
**Company Limited by Guarantee**  
**Financial Statements**

**Year ended 31 December 2018**

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# Vinchel Foundation

## Company Limited by Guarantee

### Trustees' Annual Report (Incorporating the Director's Report)

#### Year ended 31 December 2018

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 December 2018 .

#### Reference and administrative details

<b>Registered charity name</b>	Vinchel Foundation	
<b>Charity registration number</b>		1162681
<b>Company registration number</b>		09383412
<b>Principal office and registered office</b>	4 Hill Street London W1J 5NE	

#### The trustees

A R Tulloch  
A Vinchel  
M Vinchel  
I Makhrachev (Appointed 26 November 2018)

**Company secretary** A R Tulloch

**Accountants** Mackenzie Field  
Chartered Accountants  
Hyde House  
The Hyde  
Edgware Road  
London  
NW9 6LA

#### Structure, governance and management

The Foundation is managed by a board of Trustees supported by the Secretary.

#### Objectives and activities

The objectives of the Foundation are to pay out grants for the relief of people who are blind or visually impaired, the relief of the families and carers of the blind and the visually impaired, the advancement of education of the blind and visually impaired, the advancement of scientific knowledge of the causes and treatment of blindness.

**Achievements and performance**

During 2018 grants of, in aggregate, £130,546 were made to the organisations supporting the blind and visually impaired in Russia, as described in the Foundation's website [www.vinchelfoundation.com](http://www.vinchelfoundation.com) and covering the provision of library materials, the support of visually impaired football matches, self help seminars and community work programmes.

**Financial review**

As at 31 December 2018, market volatility resulted in the value of the endowment was 6% lower than at the start of the year but the endowment fully recovered during the first half of 2019.

**Small company provisions**

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 12 September 2019 and signed on behalf of the board of trustees by:

A R Tulloch

Charity Secretary

# **Vinchel Foundation**

## **Company Limited by Guarantee**

### **Chartered Accountants Report to the Board of Trustees on the Preparation of the Unaudited Statutory Financial Statements of Vinchel Foundation**

#### **Year ended 31 December 2018**

As described on the statement of financial position, the trustees of the charity are responsible for the preparation of the financial statements for the year ended 31 December 2018, which comprise the statement of financial activities (including income and expenditure account), statement of financial position and the related notes.

You consider that the charity is exempt from an audit under the Companies Act 2006.

In accordance with your instructions we have compiled these financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and from information and explanations supplied to us.

Mackenzie Field Chartered Accountants

Hyde House The Hyde Edgware Road London NW9 6LA

12 September 2019

**Vinchel Foundation**  
**Company Limited by Guarantee**  
**Statement of Financial Activities**  
**(including income and expenditure account)**

**Year ended 31 December 2018**

		2018		2017
		Unrestricted	Total funds	Total funds
	Note	funds £	£	£
<b>Income and endowments</b>				
Donations and legacies	5	—	—	10,000,000
Investment income	6	150,378	<b>150,378</b>	32,986
<b>Total income</b>		150,378	<b>150,378</b>	10,032,986
<b>Expenditure</b>				
Expenditure on charitable activities	7,8	184,370	<b>184,370</b>	—
<b>Total expenditure</b>		184,370	<b>184,370</b>	—
Net (losses)/gains on investments	10	664,885	<b>664,885</b>	( 32,367)
<b>Net (expenditure)/income and net movement in funds</b>		( 698,877)	<b>( 698,877)</b>	10,065,353
<b>Reconciliation of funds</b>				
Total funds brought forward		10,075,486	<b>10,075,486</b>	10,133
<b>Total funds carried forward</b>		9,376,609	<b>9,376,609</b>	10,075,486

The statement of financial activities includes all gains and losses recognised in the year.  
All income and expenditure derive from continuing activities.

**Vinchel Foundation**  
**Company Limited by Guarantee**  
**Statement of Financial Position**

**31 December 2018**

		2018	2017
	Note	£	£
<b>Fixed assets</b>			
Investments	13	9,376,609	10,048,904
<b>Current assets</b>			
Cash at bank and in hand		—	26,582
<b>Net current liabilities</b>		—	26,582
<b>Total assets less current liabilities</b>		<b>9,376,609</b>	<b>10,075,486</b>
<b>Funds of the charity</b>			
Unrestricted funds		9,376,609	10,075,486
<b>Total charity funds</b>	14	<b>9,376,609</b>	<b>10,075,486</b>

For the year ending 31 December 2018 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476 ;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements .

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of trustees and authorised for issue on 12 September 2019 , and are signed on behalf of the board by:

A R Tulloch

Trustee

**Vinchel Foundation**  
**Company Limited by Guarantee**  
**Notes to the Financial Statements**

**Year ended 31 December 2018**

**1. General information**

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 4 Hill Street, London, W1J 5NE.

**2. Statement of compliance**

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

**3. Accounting policies**

**Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

**Going concern**

There are no material uncertainties about the charity's ability to continue.

**Disclosure exemptions**

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. Its financial statements are consolidated into the financial statements of (enter name of group financial statements) which can be obtained from (enter detail). As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102: (a) No cash flow statement has been presented for the company. (b) Disclosures in respect of financial instruments have not been presented.

**Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.



## **Fund accounting**

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes. Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment. Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

### **Incoming resources**

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income: - income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.

### **Resources expended**

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates: - expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods. - other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

### **Investments**

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

### **Impairment of fixed assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

### **Financial instruments**

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument. Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

#### 4. Limited by guarantee

The company is limited by guarantee. Every member of the charity undertakes to contribute such amount as may be required (not exceeding £10) to the charity's assets if it should be wound up while he or she is a member or within one year after he or she ceases to be a member, for payment of the charity's debts and liabilities contracted before he or she ceases to be a member, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributories among themselves.

#### 5. Donations and legacies

	Unrestricted Funds £	Total Funds 2018 £	Unrestricted Funds £	Total Funds 2017 £
<b>Donations</b>				
Donations	—	— 10,000,000	10,000,000	

#### 6. Investment income

	Unrestricted Funds £	Total Funds 2018 £	Unrestricted Funds £	Total Funds 2017 £
Income from listed investments	101,923	101,923	14,320	14,320
Bank interest receivable	48,455	48,455	16,449	16,449
Other interest receivable	—	—	2,217	2,217
	150,378	150,378	32,986	32,986

#### 7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2018 £	Unrestricted Funds £	Total Funds 2017 £
Donations made	130,546	130,546	—	—
Administration	53,824	53,824	—	—
	184,370	184,370	—	—

#### 8. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Total funds 2018 £	Total fund 2017 £
Donations made	—	130,546	130,546	—
Administration	53,824	—	53,824	—
	53,824	130,546	184,370	—

#### 9. Analysis of grants

	2018 £	2017 £
<b>Grants to institutions</b>		
Grants to institutions	130,546	—
Total grants	130,546	—

## 10. Net (losses)/gains on investments

	Unrestricted Funds £	Total Funds 2018 £	Unrestricted Funds £	Total Funds 2017 £
Gains/(losses) on listed investments	( 664,885)	( 664,885)	32,367	32,367

## 11. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

2018	2017
£	£

The average head count of employees during the year was 4 (2017: 3). The average number of full-time equivalent employees during the year is analysed as follows:

2018	2017
No.	No.
4	3

Trustees

No employee received employee benefits of more than £60,000 during the year (2017: Nil).

## 12. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees; or

## 13. Investments

	Cash or cash equivalents £	Listed investments £	Total £
<b>Cost or valuation</b>			
At 1 January 2018	6,670,111	3,378,793	10,048,904
Additions	(6,670,111)	6,662,701	(7,410)
Fair value movements	—	(664,885)	(664,885)
<b>At 31 December 2018</b>	<b>—</b>	<b>9,376,609</b>	<b>9,376,609</b>
<b>Impairment</b>			
<b>At 1 January 2018 and 31 December 2018</b>			<b>—</b>
<b>Carrying amount</b>			
<b>At 31 December 2018</b>	<b>—</b>	<b>9,376,609</b>	<b>9,376,609</b>
At 31 December 2017	6,670,111	3,378,793	10,048,904

All investments shown above are held at valuation.

## Financial assets held at fair value

Investments are measured at fair value, the basis of valuation being the market price as at the end of the financial period.

#### 14. Analysis of charitable funds

##### Unrestricted funds

	At 1 January 2018 £	Income £	Expenditure £	Gains and losses £	At 31 December 2018 £
General funds	10,075,486	150,378	(184,370)	(664,885)	9,376,609
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	At 1 January 2017 £	Income £	Expenditure £	Gains and losses £	At 31 December 2017 £
General funds	10,133	10,032,986	—	32,367	10,075,486
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##### 15. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2018 £
Tangible fixed assets	9,376,609	9,376,609
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	Unrestricted Funds £	Total Funds 2017 £
Tangible fixed assets	—	—
Current assets	—	—
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<b>Net assets</b>	—	—
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