

COMPANY REGISTRATION NUMBER: 04946116

CHARITY REGISTRATION NUMBER: 1103251

**Dontchev Foundation**  
**Company Limited by Guarantee**  
**Unaudited Financial Statements**  
**For the year ended**  
**31 October 2021**

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

**Year ended 31 October 2021**

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**Dontchev Foundation**  
**Company Limited by Guarantee**

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

**Year ended 31 October 2021**

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 October 2021 .

**Reference and administrative details**

<b>Registered charity name</b>	Dontchev Foundation	
<b>Charity registration number</b>		1103251
<b>Company registration number</b>		04946116
<b>Principal office and registered office</b>	4 Hill Street London W1J 5NE	

**The trustees**

S G Dontchev	
I V Manoilov	
A D Smith	(Retired 28 November 2021)
P Donchev	

**Company secretary** A Tulloch

**Accountant** 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 foundation provides grants to students attending UK universities as well as Universities abroad.

**Achievements and performance**

Dontchev Foundation provides support, as required, for its wholly owned subsidiary, 'BG Shkolo' EAD, which the Foundation initially funded for the construction of the Bulgarsko Shkolo school complex, including kindergarden, primary school, junior high school, high school and a sports centre. In total, the complex educates more than 400 pupils. The complex has been fully operational since 2012.

BG Shkolo EAD has long-term rental agreements with each of the licence holders of the Kindergarden 'Slunchevo Zaiche' and the School 'Bulgarsko Shkolo'.

"BG Shkolo" EAD provides the sports center facilities to both pupils and external bodies.

**Financial review**

In the event that the Bulgarsko Shkolo requested further funding, the Foundation would seek to attract donations but for the time being, Bulgarska Shkolo is self- funding.

**Plans for future periods**

The main goal for the next few years will be to continue with the sustainable management of the educational complex and the sports facilities, the ultimate aim of which is to raise and educate self motivated and successful young people and to encourage young people to acquire academic, sporting and practical skills.

**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 1 August 2022 and signed on behalf of the board of trustees by:

A Tulloch

Charity Secretary

# **Dontchev Foundation**

## **Company Limited by Guarantee**

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

#### **Year ended 31 October 2021**

In order to assist you to fulfil your duties under the Companies Act 2006, I have prepared for your approval the financial statements of Dontchev Foundation for the year ended 31 October 2021, which comprise the statement of financial activities (including income and expenditure account), statement of financial position and the related notes from the charity's accounting records and from information and explanations you have given me.

As a practising member of the Institute of Chartered Accountants in England and Wales (ICAEW), I am subject to its ethical and other professional requirements which are detailed at [www.icaew.com/en/members/regulations-standards-and-guidance](http://www.icaew.com/en/members/regulations-standards-and-guidance).

This report is made solely to the board of trustees of Dontchev Foundation, as a body, in accordance with the terms of my engagement letter dated 19 June 2018. My work has been undertaken solely to prepare for your approval the financial statements of Dontchev Foundation and state those matters that I have agreed to state to you, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF as detailed at [www.icaew.com/compilation](http://www.icaew.com/compilation). To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than Dontchev Foundation and its board of trustees, as a body, for my work or for this report.

It is your duty to ensure that Dontchev Foundation has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Dontchev Foundation. You consider that Dontchev Foundation is exempt from the statutory audit requirement for the year.

I have not been instructed to carry out an audit or a review of the financial statements of Dontchev Foundation. For this reason, I have not verified the accuracy or completeness of the accounting records or information and explanations you have given to me and I do not, therefore, express any opinion on the statutory financial statements.

Mackenzie Field Chartered Accountants

Hyde House The Hyde Edgware Road London NW9 6LA

1 August 2022

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

**Year ended 31 October 2021**

		2021		2020
		Unrestricted	Total funds	Total funds
	Note	funds £	£	£
<b>Income and endowments</b>				
Other trading activities	5	( 2,812,046)	( 2,812,046)	1,618,828
<b>Total income</b>		( 2,812,046)	( 2,812,046)	1,618,828
<b>Expenditure</b>				
Expenditure on charitable activities	6,7	16,599	16,599	8,794
Other expenditure	9	—	—	( 162)
<b>Total expenditure</b>		16,599	16,599	8,632
<b>Net (expenditure)/income and net movement in funds</b>		( 2,828,645)	( 2,828,645)	1,610,196
<b>Reconciliation of funds</b>				
Total funds brought forward as previously reported		38,529,963	38,529,963	36,917,357
Prior year adjustment		—	—	2,410
Total funds brought forward as restated		38,529,963	38,529,963	36,919,767
<b>Total funds carried forward</b>		35,701,318	35,701,318	38,529,963

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

All income and expenditure derive from continuing activities.

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

**31 October 2021**

		2021	2020
	Note	£	£
<b>Fixed assets</b>			
Investments	12	3,852,321	4,198,147
<b>Current assets</b>			
Debtors	13	31,850,017	34,332,836
<b>Creditors: amounts falling due within one year</b>	14	1,020	1,020
<b>Net current assets</b>		31,848,997	34,331,816
<b>Total assets less current liabilities</b>		35,701,318	38,529,963
<b>Net assets</b>		35,701,318	38,529,963
<b>Funds of the charity</b>			
Unrestricted funds		35,701,318	38,529,963
<b>Total charity funds</b>	15	35,701,318	38,529,963

For the year ending 31 October 2021 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 1 August 2022 , and are signed on behalf of the board by:

I V Manoilov

Trustee

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

**Year ended 31 October 2021**

**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, no cash flow statement has been presented for the company.

**Consolidation**

The charity is not required to prepare consolidated accounts in accordance with the Charities Act 2011, and has taken advantage of the option not to prepare consolidated financial statements contained in Section 398 of the Companies Act 2006 on the basis that the charity and its subsidiary undertakings comprise a small group.

**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.

## **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.

## **Resources expended**

Expenditure is recognised on an accruals basis as a liability is incurred.

## **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.

## **4. Limited by guarantee**

The company is limited 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. Other trading activities**

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Currency gain	( 2,812,046)	( 2,812,046)	1,618,828	1,618,828

## 6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	<b>Total Funds 2021 £</b>	Unrestricted Funds £	Total Funds 2020 £
Grants for students attending Universities in the UK and abroad.	15,399	<b>15,399</b>	7,654	7,654
Support costs	1,200	<b>1,200</b>	1,140	1,140
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	16,599	<b>16,599</b>	8,794	8,794
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## 7. Expenditure on charitable activities by activity type

	Grant funding of activities £	Support costs £	<b>Total funds 2021 £</b>	Total fund 2020 £
Grants for students attending Universities in the UK and abroad.	15,399	—	<b>15,399</b>	7,654
Governance costs	—	1,200	<b>1,200</b>	1,140
	-----	-----	-----	-----
	15,399	1,200	<b>16,599</b>	8,794
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## 8. Analysis of grants

	<b>2021 £</b>	2020 £
<b>Grants to institutions</b>		
Grants to institutions	<b>15,399</b>	7,654
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Total grants	<b>15,399</b>	7,654
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## 9. Other expenditure

	Unrestricted Funds £	<b>Total Funds 2021 £</b>	Unrestricted Funds £	Total Funds 2020 £
Other expenditure - type 8	—	—	( 162)	( 162)
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## 10. Staff costs

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

	<b>2021 £</b>	2020 £
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The average head count of employees during the year was 4 (2020: 4 ). The average number of full-time equivalent employees during the year is analysed as follows:

	<b>2021 No.</b>	2020 No.
Number of staff - management	<b>4</b>	4
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No employee received employee benefits of more than £60,000 during the year (2020: Nil).

## 11. Trustee remuneration and expenses

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

## 12. Investments

	Shares in group undertakings £
<b>Cost or valuation</b>	
At 1 November 2020	4,198,147
Additions	—
Fair value movements	(345,826)
<b>At 31 October 2021</b>	<b>3,852,321</b>
<b>Impairment</b>	
<b>At 1 November 2020 and 31 October 2021</b>	<b>—</b>
<b>Carrying amount</b>	
<b>At 31 October 2021</b>	<b>3,852,321</b>
At 31 October 2020	4,198,147

All investments shown above are held at valuation.

The Foundation owns 100% of the issued share capital of BG Shkolo SMJSC and Sega AD. BG Shkolo SMJSC is registered in Bulgaria and its principal activity is related with engineering design, repairing and building construction site in the field of education and the social activity. Sega AD is registered in Bulgaria and its principal activity is the operator of a newspaper.

The companies prepare their financial statements to 31 December 2021.

### Aggregate capital and reserves

BG Shkolo SMJSC £(1,444,826) (2020: £4,276,562)

Sega AD £(56,247)(2019: £(15,432))

### Profit and (loss) for the period

BG Shkolo SMJSC £(38,643)(2020: £(71,549))

Sega AD £44,225 (2020: £111,765)

Under the provision of section 398 of the Companies Act 2006 the company is exempt from preparing consolidated accounts and has not done so, therefore the accounts show information about the company as an individual entity.

## 13. Debtors

	2021 £	2020 £
Other debtors	31,850,017	34,332,836

## 14. Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	1,020	1,020

## 15. Analysis of charitable funds

### Unrestricted funds

	At 1 November 2020	Income	Expenditure	Prior year adjustments	At 31 October 2021
	£	£	£	£	£
General funds	38,529,963	(2,812,046)	(16,599)	—	35,701,318
	-----	-----	-----	-----	-----
	At 1 November 2019	Income	Expenditure	Prior year adjustments	At 31 October 2020
	£	£	£	£	£
General funds	36,917,357	1,618,828	(8,632)	2,410	38,529,963
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## 16. Analysis of net assets between funds

	Unrestricted Funds	Total Funds 2021
	£	£
Tangible fixed assets	35,701,318	35,701,318
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	Unrestricted Funds	Total Funds 2020
	£	£
Tangible fixed assets	38,529,963	38,529,963
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This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.