



SOFRONIE FOUNDATION
(Registered Charity No. 1118621 and Company No. 06074877)

ANNUAL REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015



SOFRONIE FOUNDATION
ANNUAL REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015
CONTENTS

| | Page |
|--|-------------|
| Annual Report of the Trustees | 1 - 8 |
| Report of the Independent Auditor | 9 - 10 |
| Statement of Financial Activities (including Income and Expenditure Account) | 11 |
| Balance Sheet | 12 |
| Cash Flow Statement | 13 |
| Notes to the Financial Statements | 14 - 21 |

SOFRONIE FOUNDATION
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2015

The Trustees present their report and the independently audited financial statements for the year to 31 December 2015. These have been prepared in accordance with the accounting policies set out on pages 14 to 16 and comply with applicable charity law.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: 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) (effective 1 January 2015).

1. REFERENCE AND ADMINISTRATIVE DETAILS

Sofronie Foundation ("Foundation"), registered charity number 1118621 and company number 06074877, is based and administered in the United Kingdom. The registered address is Eighth Floor, 6 New Street Square, New Fetter Lane, London, EC4A 3AQ.

Directors and Trustees:

The names of the Directors, who are also the Trustees, who served throughout the year are:

- Hendricus (Harold) Coenradus Albertus Goddijn
- Corinne Daniele Goddijn-Vigreux
- Nicholas Mark Kaufmann
- Zaneta Felicja Laurence
- Robert Wilne

Ajay Soni was appointed as a Trustee on 1 May 2016.

Bankers:

Goldman Sachs, Christchurch Court, 10-15 Newgate Street, London EC1A 7HD

Barclays Bank Plc, Hatton Garden Branch, 99 Hatton Garden, London EC1N 8DN

Independent Auditor:

Rawlinson & Hunter Audit LLP, Statutory Auditor, Eighth Floor, 6 New Street Square, New Fetter Lane, London, EC4A 3AQ

Solicitors:

Withers LLP, 16 Old Bailey, London, EC4M 7EG

Website: www.sofronie.org

SOFRONIE FOUNDATION**ANNUAL REPORT OF THE TRUSTEES (continued)****FOR THE YEAR ENDED 31 DECEMBER 2015****2. STRUCTURE, GOVERNANCE AND MANAGEMENT**

Sofronie Foundation is a company limited by guarantee governed by its Memorandum and Articles of Association dated 30 January 2007 and is registered as a charity with the Charity Commission.

The Trustees meet at least four times each year to discuss and develop the Foundation's goals and strategy and to review grant proposals and general grant requests.

The number of Trustees shall be a minimum of three at any one time and new Trustees shall be appointed by ordinary resolution by the existing Trustees. The maximum number of Trustees may be fixed but if not fixed, will be seven. The range of skills represented on the Trustee Board will be kept under review as the Foundation develops over time.

Induction and Training

As part of their training, Trustees were given an information pack which includes the Foundation's Memorandum and Articles of Association, Charity Commission guidance on Trustees' Responsibilities, past Trustee annual reports and relevant minutes of Trustee meetings. The Foundation will provide induction training for all new Trustees. All Trustees are reminded of their duties and obligations under the law in addition to their proper conduct. Induction training is frequently reviewed.

Related parties

None of the Trustees receive remuneration or other benefit from their work with the Foundation. Any transactions between the Foundation and the related parties must be approved by the Trustees.

Transactions with related parties are disclosed in Note 11 to the financial statements.

Pay policy for senior staff

The directors, who are the Foundation's Trustees, and the senior management team comprise the key management personnel of the charity in charge of directing and controlling, running and operating the Foundation on a day to day basis.

All directors give of their time freely and no director received remuneration in the year. Details of directors' expenses and related party transactions are disclosed in note 11 to the accounts. The pay of the senior staff reflects the level of responsibilities and skills set required. The pay is reviewed annually.

Trustees' Responsibilities Statement

The Trustees (who are also directors of Sofronie Foundation for the purposes of company law) are responsible for preparing the Annual Report of the Trustees 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, which 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 the year. In preparing these financial statements, the Trustees are required to:

SOFRONIE FOUNDATION**ANNUAL REPORT OF THE TRUSTEES (continued)****FOR THE YEAR ENDED 31 DECEMBER 2015****2. STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)****Trustees' Responsibilities Statement (continued)**

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP FRS 102;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Trustees are responsible for keeping adequate 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.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions

In so far as the Trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Internal Controls

The Trustees have overall responsibility for ensuring that the charity has appropriate systems of internal controls. They are also responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Foundation and enable them to ensure that the financial statements follow best practice. They are also responsible for the Foundation safeguarding its assets and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The system of internal controls is designed to provide reasonable, but not absolute, assurance against material misstatement or loss.

Risk Management

A risk assessment has been undertaken which comprises:

- an annual review of the risks the charity may face;
- the establishment of systems and procedures to mitigate those risks; and
- the implementation of procedures designed to minimise any potential impact on the charity should those risks materialise.

SOFRONIE FOUNDATION**ANNUAL REPORT OF THE TRUSTEES (continued)****FOR THE YEAR ENDED 31 DECEMBER 2015****2. STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)****Risk Management (continued)**

This work has identified that financial sustainability is the major financial risk for the Foundation. A key element in the management of financial risk is a regular review of available liquid funds to settle debts as they fall due and active management of trade debtors and creditors balances to ensure sufficient working capital by the Foundation.

STRATEGIC REPORT**3. OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT**

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing Sofronie Foundation's aims and objectives and in planning future activities and providing help in the form of gifts or grants or any combination of these.

The Objects of the Foundation are to further such charitable purposes and to benefit such charitable institutions as the Trustees think fit. However, its main interest is to improve social mobility by tackling those young people disadvantaged by lack of opportunity. These programmes may include support for academic, vocational or non-formal interventions as well as others that offer preparation for education, training, skills development and/or work. The Trustees reserve the right to support special projects that may assist young people by other routes and these are determined by the measure of social impact.

Sofronie Foundation funds programmes that improve social mobility by enhancing opportunities that improve educational attainment or specific skills to secure future employment.

In Summary, the Foundation focuses on children and young people;

- who are struggling in school
- who are experiencing severe disadvantage
- who lack opportunity to improve their educational attainment
- who have difficult and challenging family lives

The Trustees have a number of powers which are detailed in the Memorandum of Association and which may be exercised in promoting the objects.

The Trustees must use the income and may use the capital of the Foundation in promoting the objectives.

Grant Making Policies

The Trustees approve grants to registered charitable organisations. Grants are for a variety of costs, depending on requirements. These include specific projects but also core operating costs. The length of grant can be for one or more years. The Foundation will consider further funding after reviewing the progress report and evaluation.

The Trustees pay due care and attention to ensure that the work considered for funding delivers public benefit as per the Charity Commission's guidance.

SOFRONIE FOUNDATION

ANNUAL REPORT OF THE TRUSTEES (continued)

FOR THE YEAR ENDED 31 DECEMBER 2015

3. OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT (continued)

Grant Making Policies (continued)

During the year the Foundation funded eleven charities (year to 31 December 2014: thirteen) of which one was an educational institution (year to 31 December 2014: three). Three of these payments related to commitments made in the previous year (year to 31 December 2014: four). Seven of these charities were UK registered (year to 31 December 2014: ten). Five (year to 31 December 2014: eight) of the UK registered charities further their charitable activities in the UK and two (year to 31 December 2014: two) overseas.

4. HOW OUR OBJECTIVES AND ACTIVITIES DELIVERED PUBLIC BENEFIT: A REVIEW OF ACHIEVEMENTS AND PERFORMANCE

Total grants paid in the year to 31 December 2015 amounted to £792,081 (year to 31 December 2014: £1,094,059). This includes £242,190 brought forward in respect of previous years' commitments (year to 31 December 2014: £223,309). During the year, new grants totalling £549,891 were approved and paid (year to 31 December 2014: £870,750). A further £620,659 of future commitments were provided for to be paid in future years (year to 31 December 2014: £242,190). In addition, there is a currency revaluation loss of £594 on overseas grants in the year to 31 December 2015 (year to 31 December 2014 loss of £118).

Essec Business School

The Trustees agreed and paid, support funding (EUR47,730) towards scholarships for 10 selected disadvantaged students at the Essec Business School Paris.

Female Cancer Foundation

The Trustees approved a three year grant (EUR120,000) to be paid in annual instalments of EUR40,000. This grant will fund the training of a group of Nepalese midwives to administer a new and preventative treatment that offers early detection and possible protection against cervical cancer. The funding will establish a "best practice" screening method to embed practice locally and create a sustainable "see and treat" programme for the future.

Hope and Homes

The Trustees paid the final instalment of GBP200,000 in respect of a three year restricted grant of GBP600,000 (committed in previous years) to support the "Social Investment" plan to raise additional funding to expand the Charity's fundraising capability. This follows the Charity's campaign "Developing global reach". The funding provided for an expert team to expand their activities and increase their funding capability to expand the closure of state institutions and providing family based care for children in Eastern Europe.

IntoUniversity

The Trustees continue to support the mentoring programme provided for young disadvantaged students from 7 to 18 years. These pupils are supported by volunteer graduates to improve their academic attainment and raise aspirations. The Trustees approved and paid a grant of GBP50,000 and committed a further GBP50,000 to be paid in 2016. These funds will support hubs across the network and particularly new openings of Bristol South, Leeds South and Southampton.

SOFRONIE FOUNDATION

ANNUAL REPORT OF THE TRUSTEES (continued)

FOR THE YEAR ENDED 31 DECEMBER 2015

4. HOW OUR OBJECTIVES AND ACTIVITIES DELIVERED PUBLIC BENEFIT: A REVIEW OF ACHIEVEMENTS AND PERFORMANCE (continued)

Kenyan Orphan Project

The Kenyan Orphan Project has changed the name of their charity to Child.org to reflect the decision to widen the area of their commitment to young children throughout Africa. The Trustees approved and paid the first instalment of GBP200,000 of a 3 year grant (GBP367,644) to fund a digital fundraising platform "Charity Apprentice" to support their health and nutrition in primary schools and support for the schools programme in Kenya.

La Pépinière de Talents

The Trustees approved funding of EUR60,000 and paid the first instalment of EUR30,000, to fund a French based project in Toulouse. A further EUR30,000 was provided for to be paid in 2016. The pilot involved a "Junior Achievement/Young Enterprise" project with local schools to encourage students to create and promote a product and think like entrepreneurs. The students worked together over the course of the year and entered the National Junior Enterprise competitions.

Princes Trust

The Trustees continued their support of the "Get Started" programmes to expand and promote STEM skills (Science, Technology, Engineering and Mathematics) for young people between the ages of 16-25 years, who are work-ready but do not have vocational skills, practical skills or training that will enable them to secure a job. The grant of GBP100,000 fully funded 4 STEM related courses and provided at least 30 Development Awards that covered financial assistance for material items or technical goods to support further job opportunities.

Royal National Children's Foundation

The Trustees approved a restricted grant of GBP160,000 to fund boarding school education for vulnerable children in the UK, who have challenging home environments and their circumstances are such that a boarding school provides a stable environment that enables them to focus on their education and improve their opportunities. In addition, a further grant of GBP35,000 was approved and paid to provide a holiday break for beneficiaries and a further fund of GBP35,000 committed for a holiday break in 2016.

Siblings Together

The Trustees approved and paid the final three instalments totalling GBP34,430 of a previous three year grant (GBP66,500). The project supports the relationships of siblings separated in care by offering monthly activities in London for siblings aged 8-16 years.

Social Mobility Foundation

SMF support academically high achieving students from low income backgrounds to improve their educational outcomes. The programme offers a multifaceted support that includes university application support, university visits, residential programmes, professional skills development sessions and networks with businesses to provide work placements. The Trustees approved a one year grant of GBP50,000 specifically to fund the Manchester office to increase the number of young people it supports in the North-West and Leeds.

Stichting Move

The Trustees paid the final instalment of EUR10,000 as part of a three year donation (EUR30,000 committed in previous years) to fund neighbourhood activities in the Netherlands for disadvantaged children supported by local university students. A further donation of EUR20,000 was paid to assist in the expansion of the project.

SOFRONIE FOUNDATION
ANNUAL REPORT OF THE TRUSTEES (continued)
FOR THE YEAR ENDED 31 DECEMBER 2015

4. HOW OUR OBJECTIVES AND ACTIVITIES DELIVERED PUBLIC BENEFIT: A REVIEW OF ACHIEVEMENTS AND PERFORMANCE (continued)

Stichting Grachtenfestival

Amsterdam city provides the backdrop of this annual classical music event to promote young talent in the city. The Trustees awarded a donation of EUR20,000 for the 2015 cultural event.

Sutton Trust

The Trustees continue to support the Sutton Scholars programme based in the UK approving a two year grant (GBP100,000) and paid the first year funding of GBP50,000. The programme offers academically able pupils from non-selective schools in the UK between the ages of 11-16 years support across two years. The programme is hosted at UCL and Cambridge University to develop aspiration and confidence to apply for further study at a Russell Group University. The Students are supported by a student mentor and online e-mentoring. A further grant of GBP30,000 was also paid to support the general work of the Sutton Trust.

5. FINANCIAL REVIEW

Incoming Resources

Incoming resources totalled £1,810,135 for the year to 31 December 2015 (year to 31 December 2014: £1,557,928).

Charitable activities

Charitable activities include direct charitable expenditure during the year of £1,169,956 (year to 31 December 2014: £870,073). Future commitments of £620,659 (year to 31 December 2014: £242,190) have been provided for within the financial statements. All grants made are in line with the Trustees' grant making policy as prescribed under Section 3 of this report. A full list of the grants made during the year ended 31 December 2015 is shown on pages 17 and 20.

Reserves Policy

During this period donations received by the Foundation have matched those paid out or accrued by the Trustees. The Trustees' continuing aim is to make arrangements to secure required funding to support the Foundation.

The Trustees have no outstanding commitments or cash demands which are not adequately covered by existing resources. The balance held as unrestricted funds as at 31 December 2015 was £2,085,742 (2014 - £1,665,949). All the Foundation's reserves are regarded as free reserves. The Trustees consider that this level of free reserves is sufficient to continue its current activities until further donations can be secured.

6. PLANS FOR THE FUTURE

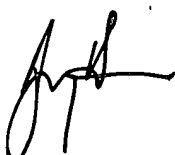
The Foundation has successfully launched a pilot project in Toulouse France, that engages two schools to work on the Young Enterprise scheme. Further research will be undertaken to establish the feasibility of further projects in areas of high youth disengagement in France and Holland.

SOFRONIE FOUNDATION
ANNUAL REPORT OF THE TRUSTEES (continued)
FOR THE YEAR ENDED 31 DECEMBER 2015

7. AUDITORS

A resolution was passed at the Trustees' meeting, that Rawlinson & Hunter Audit LLP be re-appointed as auditor to the Foundation for the year to 31 December 2016.

**Approved by the Trustees on
and signed on their behalf by**

 29-9-16.
AJAY SONIE

REPORT OF THE INDEPENDENT AUDITOR
TO THE TRUSTEES OF
THE SOFRONIE FOUNDATION

We have audited the financial statements of Sofronie Foundation (the "charitable company") for the year ended 31 December 2015 which comprise the Statement of Financial Activities (including the Income and Expenditure account), the Balance Sheet, the Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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 the charitable company's 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 Trustees' Responsibilities Statement, 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

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report of the Trustees and the Financial Statements to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2015, of the incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**REPORT OF THE INDEPENDENT AUDITOR
TO THE TRUSTEES OF
THE SOFRONIE FOUNDATION (continued)**


Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Trustees 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:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the 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



Christopher Bliss (Senior Statutory Auditor)
For and on behalf of

Rawlinson & Hunter Audit LLP
Statutory Auditor and Chartered Accountants
Eighth Floor
6 New Street Square
New Fetter Lane
London
EC4A 3AQ

Date: 29 SEP 2016

SOFRONIE FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES

(INCLUDING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 31 DECEMBER 2015

| | Page | Unrestricted Funds 2015 £ | Unrestricted Funds 2014 £ |
|--|------|------------------------------------|------------------------------------|
| INCOME FROM: | | | |
| Donations and legacies (note 2) | 17 | 1,810,127 | 1,556,799 |
| Other income | | 8 | 1,129 |
| Total income | | <u>1,810,135</u> | <u>1,557,928</u> |
| EXPENDITURE ON: | | | |
| Charitable activities (note 3) | 17 | 1,240,297 | 923,075 |
| Cost of raising funds (note 4) | 18 | 5,174 | 5,828 |
| Total expenditure | | <u>1,245,471</u> | <u>928,903</u> |
| Net income | | 564,664 | 629,025 |
| OTHER RECOGNISED LOSSES | | | |
| Realised loss on foreign currency transactions | | (140,480) | (275,095) |
| Net movement in funds | 13 | 424,184 | 353,930 |
| Reconciliation of funds: | | | |
| Total funds brought forward | | <u>1,665,949</u> | <u>1,312,019</u> |
| Total funds carried forward | | <u><u>£2,090,133</u></u> | <u><u>£1,665,949</u></u> |

The Statement of Financial Activities includes all gains and losses recognised in the year.

All of the above results are derived from continuing activities.

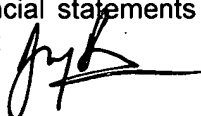
**SOFRONIE FOUNDATION
(COMPANY NO. 06074877)**

BALANCE SHEET

AT 31 DECEMBER 2015

| | Page | Unrestricted Funds 2015 £ | Unrestricted Funds 2014 £ |
|--|-------|------------------------------------|------------------------------------|
| FIXED ASSET: | | | |
| Tangible asset (note 5) | 18 | 123 | 239 |
| | | <hr/> | <hr/> |
| CURRENT ASSETS: | | | |
| Debtor (note 6) | 18 | 10,750 | 4,655 |
| Cash at bank (note 7) | 13/19 | 2,808,605 | 2,280,332 |
| | | <hr/> | <hr/> |
| Total current assets | | 2,819,355 | 2,284,987 |
| | | <hr/> | <hr/> |
| LIABILITIES: | | | |
| Creditors: Amounts falling due in one year (note 8) | 19 | 610,776 | 619,277 |
| | | <hr/> | <hr/> |
| Net assets less current liabilities | | 2,208,702 | 1,665,949 |
| Creditors: Amounts falling due after more than one year (note 9) | 19 | 118,569 | - |
| | | <hr/> | <hr/> |
| Total net assets | | £2,090,133 | £1,665,949 |
| | | <hr/> <hr/> | <hr/> <hr/> |
| The funds of the charity: | | | |
| Unrestricted funds | | £2,090,133 | £1,665,949 |
| | | <hr/> <hr/> | <hr/> <hr/> |

The financial statements were approved and authorised for issue by the Board and were signed on its behalf by:

 **AJAY SOMIE**

Date: **21-1-16**

SOFRONIE FOUNDATION
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2015

| | Page | 2015 £ | 2014 £ |
|---|------|-------------------|-------------------|
| Cash flows from operating activities: | | | |
| Net movement in funds for the year | 11 | 424,184 | 353,930 |
| Adjustment for: | | | |
| Depreciation charges | | 116 | 116 |
| (Increase)/Decrease in Debtors | | (6,095) | 10,475 |
| Increase/(Decrease) in Creditors | | 110,068 | (33,449) |
| Loss on foreign exchange | | 140,480 | 275,095 |
| Net cash flows from operating activities | | <u>668,753</u> | <u>606,167</u> |
| Increase in cash for the year | | <u>£ 668,753</u> | <u>£ 606,167</u> |
| Reconciliation of net cash flow to movement in net funds | | | |
| Net cash resources at 1 January | | 2,280,332 | 1,949,260 |
| Increase in cash | | 668,753 | 606,167 |
| Foreign exchange movements | | (140,480) | (275,095) |
| Cash at 31 December | 12 | <u>£2,808,605</u> | <u>£2,280,332</u> |
| Cash consists of: | | | |
| Cash at bank | 19 | <u>£2,808,605</u> | <u>£2,280,332</u> |

SOFRONIE FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2015

1. ACCOUNTING POLICIES

General information

The Sofronie Foundation ("the Foundation") is a registered charity (charity number 1118621) limited by guarantee, whose principal object is to support charitable purposes in whatever manner the Trustees, in their absolute discretion, think fit.

The Trustees' overriding aim is to promote social mobility by improving educational disadvantages and by providing pathways out of poverty.

The policy of the Foundation is to provide sufficient finance to continue to fund its charitable activities.

In the event of the Foundation being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is given in the charity information on page 1 of these financial statements.

The Foundation constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: 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) issued on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

Basis of Preparation

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: 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) (effective 1 January 2015) – (Charities SORP FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value with the following significant accounting policies applied.

Tangible Fixed Assets

Tangible fixed assets are included at their cost value and depreciated using the straight line method over 5 years.

Income recognition

Voluntary donations and income from interest bearing deposit accounts are included when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Expenditure recognition

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation committing the Trustees to the expenditure. It is categorised under the following headings:

SOFRONIE FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2015

1. ACCOUNTING POLICIES (continued)

Expenditure recognition (continued)

- The cost of raising funds - consists of advertising, marketing and direct mail materials, including publicity costs not associated with educational material designed wholly or mainly to further the charity's purposes.
- Charitable activities comprise of grants and donations made during the period and are expended through the Statement of Financial Activities when the offer is conveyed to the recipient.

Support costs allocation

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity.

Status of funds

The entire resources of the fund are unrestricted and the Trustees have complete discretion for their use in pursuance of its objectives.

Foreign currency

Assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. Transactions denominated in foreign currencies are converted at the rate of exchange ruling at the date of the transaction. All translation differences are taken to the statement of financial activities as they arise.

Pensions

The Foundation contributes to a personal pension plan in respect of its employee. The expenditure charged in the financial statements represents contributions payable in respect of this scheme during the period.

Taxation and irrecoverable VAT

The Foundation is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

SOFRONIE FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2015

1. ACCOUNTING POLICIES (continued)

Provisions

Provisions are recognised when the charity has an obligation at the balance sheet date as a result of a past event, it is probable that an outflow of economic benefits will be required in settlement and the amount can be reliably estimated.

The provision for multi-year grants are recognised at their present value where settlement is due over more than one year from the date of the award. The discount rate used is 3% and is regarded by the Trustees as providing a reasonable estimate of reflecting the time value of money to the Foundation.

Employee benefits

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

Going concern

The financial statements have been prepared on a going concern basis as the Trustees believe that no material uncertainties exist. The Trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The forecast income and reserves are sufficient to cover all of the budgeted expenditure to be able to continue as a going concern.

Judgements and key sources of estimation uncertainty

In preparing the financial statements, the Trustees have considered how best to apply the Foundation's accounting policies and make estimates in the preparation of the financial statements, where relevant. The Trustees have not made any significant estimations in these financial statements.

SOFRONIE FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2015

| | | Page | 2015 £ | 2014 £ |
|---|-----------------------------------|------|-------------------|-------------------|
| 2. DONATIONS AND LEGACIES | | | | |
| Donations received from Netherlands | | | 1,799,377 | 1,552,072 |
| Gift Aid relief | | | 10,750 | 4,727 |
| | | 11 | <u>£1,810,127</u> | <u>£1,556,799</u> |
| 3. CHARITABLE ACTIVITIES | Registered Charity No. | | | |
| Grants payable: | | | | |
| Child.org (Kenyan Orphan Project) | 1118528 | | 200,000 | 70,000 |
| Prince's Trust | 1079675 | | 100,000 | 50,000 |
| The Sutton Trust | 1146244 | | 80,000 | 50,000 |
| Into University | 1118525 | | 50,000 | 50,000 |
| ESSEC Foundation | | | 35,039 | - |
| Royal National Children's Foundation | 310916 | | 35,000 | 190,000 |
| Le Pépinière de Talents | | | 21,351 | - |
| Stichting Grachtenfestival | | | 14,796 | - |
| Stichting Move Foundation | | | 14,054 | - |
| Keeping Kids Company | 1068298 | | - | 400,000 |
| Social Mobility Foundation | 1115888 | | - | 50,000 |
| Sir Roger Cholmeley School | 312765 | | - | 3,600 |
| Campus France (refund) | | | (349) | 7,150 |
| Total donations paid relating to 2015 | | | 549,891 | 870,750 |
| Add/(Less): | | | | |
| Donations paid relating to previous year commitments | | | 242,190 | 223,309 |
| Provision for commitments brought forward | | | (242,190) | (466,058) |
| Currency revaluation on overseas grants | | | (594) | (118) |
| Provision for future commitments due less than one year | | 20 | 502,090 | 242,190 |
| Provision for commitments due in more than one year | | 20 | 118,569 | - |
| Total grants payable | | | 1,169,956 | 870,073 |
| Support Costs: | | | | |
| Staff salary | | | 40,600 | 35,417 |
| Accountancy fees | | | 7,560 | 6,686 |
| Employee benefits | | | 4,975 | - |
| Employer's national insurance | | | 4,948 | 3,887 |
| Audit fees | | | 3,900 | 3,000 |
| Bank charges and custody fees | | | 3,690 | 3,096 |
| Staff bonus | | | 3,334 | - |
| Staff pensions | | | 1,218 | 800 |
| Depreciation | | 18 | 116 | 116 |
| Total charitable activities | | 11 | <u>£1,240,297</u> | <u>£ 923,075</u> |

Total average number of employees, excluding Trustees was 1 (2014: 1). (The Trustees were not paid any salaries during the year).

SOFRONIE FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2015

| | Page | 2015 £ | 2014 £ |
|---|------|----------------|----------------|
| 4. COST OF RAISING FUNDS | | | |
| Travel and subsistence expenses | | 2,507 | 766 |
| IT support | | 1,136 | 80 |
| Insurance | | 685 | 1,366 |
| Entertaining | | 462 | 283 |
| Conference and training | | 279 | - |
| Printing and stationery | | 105 | 271 |
| Subscriptions | | - | 3,000 |
| Marketing costs | | - | 60 |
| Postage & Courier | | - | 2 |
| | 11 | <u>£ 5,174</u> | <u>£ 5,828</u> |
| 5. TANGIBLE FIXED ASSET | | | |
| Fixtures, fittings and equipment at cost | | | |
| Balance at 1 January and at 31 December | | <u>576</u> | <u>576</u> |
| Accumulated depreciation | | | |
| Balance at 1 January | | 337 | 221 |
| Charge for the year | 17 | <u>116</u> | <u>116</u> |
| Balance at 31 December | | <u>453</u> | <u>337</u> |
| Net Book Value at 31 December 2015 | 12 | <u>£ 123</u> | <u>£ 239</u> |
| Net Book Value at 31 December 2014 | 12 | <u>£ 239</u> | <u>£ 355</u> |

Tangible assets are depreciated over a five year period using the straight line method

6. DEBTOR

| | | | |
|----------------------|----|-----------------|----------------|
| HM Revenue & Customs | | | |
| Gift Aid | 12 | <u>£ 10,750</u> | <u>£ 4,655</u> |

SOFRONIE FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2015

| | Page | 2015 £ | 2014 £ |
|--|---------|-------------------|-------------------|
| 7. CASH AT BANK | | | |
| Goldman Sachs Euro Revenue Account | | 2,806,373 | 2,262,227 |
| Goldman Sachs Income Account | | 1,715 | 1,813 |
| | | <u>2,808,088</u> | <u>2,264,040</u> |
| Barclays Bank Current Account | | 517 | 16,292 |
| | | <u>517</u> | <u>16,292</u> |
| | 12 & 13 | <u>£2,808,605</u> | <u>£2,280,332</u> |
| 8. CREDITORS - amounts falling due within one year | | | |
| Grants payable (note 10) | 20 | 502,090 | 242,190 |
| Other creditors - staff costs | | 50,539 | 34,266 |
| Staff costs | | 39,487 | 7,204 |
| Accountancy fees | | 11,760 | 9,840 |
| Audit fees | | 6,900 | 6,000 |
| Director's loan | | - | 319,777 |
| | | <u>610,776</u> | <u>619,277</u> |
| | 12 | <u>£ 610,776</u> | <u>£ 619,277</u> |
| During the year to 31 December 2015, the short term loan of £319,777 which was due to Corinne Goddijn-Vigreux was forgiven and has been treated as a donation to the Foundation. | | | |
| 9. CREDITORS - amounts falling due after more than one year | | | |
| Grants payable (note 10) | 12 & 20 | <u>£ 118,569</u> | <u>£ -</u> |

SOFRONIE FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2015

| | Page | 2015 £ | 2014 £ |
|--|--------------------|------------------|------------------|
| 10. CHARITABLE ACTIVITIES - GRANTS PAYABLE | | | |
| At 31 December 2015, the following grants were committed to be paid in subsequent years: | | | |
| Payable within one year (note 8): | | | |
| Royal National Children's Foundation | | 195,000 | - |
| Child.org (Kenyan Orphan Project) | | 105,500 | - |
| Into University | | 50,000 | - |
| The Sutton Trust | | 50,000 | - |
| Social Mobility Foundation | | 50,000 | - |
| Female Cancer Foundation | | 29,480 | - |
| Le Pépinière De Talent | | 22,110 | - |
| Hope and Homes for Children | | - | 200,000 |
| Siblings together | | - | 34,430 |
| Stichting Move Foundation | | - | 7,760 |
| Grants payable within one year (note 3 & 8) | 17 & 19 | £ 502,090 | £ 242,190 |

Payable after one year (note 9):

| | | | |
|---|--------------------|------------------|------------|
| Child.org (Kenyan Orphan Project) | | 62,144 | - |
| Female Cancer Foundation | | 56,425 | - |
| Grants payable after more than one year (note 3 & 9) | 17 & 19 | £ 118,569 | £ - |

The long term creditors have been discounted to their present value.

11. RELATED PARTY TRANSACTIONS

Corinne Goddijn-Vigreux has donated total funds of £1,799,377 (year to 31 December 2014: £1,552,072) to the charity in the year, which includes £319,777, previously treated as a short term loan from Corinne.

During the year there were staff and other office costs payable as recharges to Rinkelberg Capital Limited, a related party by virtue of common Trustees, of £55,075 (year to 31 December 2014: £40,104) incurred by the charitable company.

As at the year end the charitable company owed Rinkelberg Capital Limited £90,026 (year to 31 December 2014: £41,470) in relation to staff costs.

No compensations were received by any Trustees or other key management for the year.

Two Trustees of the Foundation, Harold Coenradus Albertus Goddijn and Corinne Daniele Goddijn-Vigreux are directors of Rinkelberg Capital Limited.

SOFRONIE FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2015

12. ULTIMATE CONTROLLING PARTY

The Trustees consider that the charity is jointly controlled by the Trustees and that there is no ultimate controlling party.

13. FIRST-TIME ADOPTION OF SORP (FRS 102)

The Foundation has adopted the SORP (FRS 102) for the first time in the year ended 31 December 2015.

The policies applied under the entity's previous accounting framework are not materially different to SORP (FRS 102) and have not impacted on the Funds of the Charitable Company or the Statement of Financial Activities.