

THE INFLEXION FOUNDATION
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

Charity Number: 1179624
Company Number : 11206773



THE INFLEXION FOUNDATION

FOR THE YEAR ENDED 31 MARCH 2020

TRUSTEES/DIRECTORS

John Hartz
Simon Turner
James Goold

ADDRESS

47 Queen Anne Street
London
W1G 9JG

COMPANY SECRETARY

Andrew Stevens

INDEPENDENT EXAMINER

Richard Weaver
Haysmacintyre LLP
10 Queen Street Place
London
EC4R 1AG

CHARITY REGISTRATION NUMBER

1179624

COMPANIES HOUSE NUMBER

11206773

THE INFLEXION FOUNDATION

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 2020

The directors, who are also the trustees of The Inflexion Foundation (the "Charity") for charity law purposes, present their report and financial statements for the year to 31 March 2020.

DIRECTORS

The directors are shown on page 1.

BACKGROUND AND OBJECTIVES OF THE CHARITY

The Charity was registered as a company with Companies House on 14 February 2018. An application was then made for charitable status which was granted by the Charity Commission on 21 August 2018.

The objects of the Charity are to promote such exclusively charitable purposes as the directors in their absolute discretion decide, which shall include, but not be limited to:

- i) The promotion of social inclusion for the public benefit by preventing people from becoming socially excluded, relieving the needs of those people who are socially excluded and assisting them to integrate into society;
- ii) To assist in the treatment and care of persons suffering from mental or physical illness of any description or in need of rehabilitation as a result of such illness, including in respect of the prevention of such mental or physical illness; and
- iii) To promote for the benefit of the public the conservation, protection and improvement of the physical and natural environment.

RESULTS FOR THE YEAR

The Charity received income for the year of £250,151 (2019: £131,000) from predominantly two of its trustees. During the year it made grants to organisations in furtherance of its charitable objects amounting to £159,047 (2019: £128,848), and incurred other management expenses of £9,068 (2019: £2,445).

RESERVES POLICY

The reserves of the Charity are currently held in cash holdings at the year end. The trustees are content that they currently hold sufficient reserves to meet their strategy pending further monies being raised.

RISK ASSESSMENT

The Charity will formulate a risk assessment as part of its work in the current year. Any grants that the Charity plan to make will only be made once sufficient funds have been received or secured. The directors do not therefore consider there to be any current significant risks to the Charity.

COVID – 19

Having assessed the risks of COVID-19 the trustees do not expect it to have any effect on the charity as significant donations have already been secured after the financial year end and the trustees only award grants from available funds.

STATEMENT OF RECOMMENDED PRACTICE 'ACCOUNTING FOR CHARITIES'

The accounts have been prepared to comply with the Statement of Recommended Practice 'Accounting for Charities' SORP 2015.

THE INFLEXION FOUNDATION

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 2020

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE ACCOUNTS

The Directors (who are also members and trustees for the purpose of charity law) are responsible for preparing the Directors' 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 Directors to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources, including income and expenditure, of the Charity for that year. In preparing these financial statements, the Directors are required to:

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

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

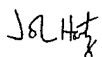
In so far as the trustees are aware:

- a) there is no relevant information of which the Charity's independent examiners are unaware; and
- b) the Trustees have taken all the steps that they ought to have taken to make themselves aware of any relevant information and to establish that the independent examiners are aware of that information.

Small Company Exemption

This report has been prepared in accordance with the special provisions of the Companies Act 2006 relating to small companies.

Approved by the Directors on 2 December 2020



John Hartz
Trustee

**INDEPENDENT EXAMINERS REPORT TO THE DIRECTORS OF
THE INFLEXION FOUNDATION**

I report to the charity trustees and directors on my examination of the accounts of the Company for the year ended 31 March 2020.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act'). The trustees are satisfied that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and have chosen instead to have an independent examination.

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since the charity's income is in excess of £250,000 your examiner must be a member of a body listed in the 2011 Act. I can confirm that I am qualified to undertake the examination because I am a registered member of the Institute of Chartered Accountants in England and Wales which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



**Richard Weaver FCA
Haysmacintyre LLP
10 Queen Street Place
London
EC4R 1AG**

Date: 8 December 2020

THE INFLEXION FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2020

INCOME AND EXPENDITURE	Notes	2020 £	2019 £
Income and Endowments			
Donations (inc gift aid)		250,151	163,750
Total incoming resources		<u>250,151</u>	<u>163,750</u>
Expended On			
Charitable expenditure	2	168,115	131,293
Total resources expended		<u>168,115</u>	<u>131,293</u>
Net movement in funds		82,036	32,457
Fund balance brought forward		<u>32,457</u>	<u>-</u>
Fund balance carried forward		<u>114,493</u>	<u>32,457</u>

All the operations are classed as continuing and are unrestricted funds. Movements on reserves and all recognised gains and losses are shown above.

BALANCE SHEET

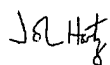
AS AT 31 MARCH 2020

	Notes	2020 £	2019 £
CURRENT ASSETS			
Gift Aid		-	32,750
Cash at bank		118,213	1,507
		<u>118,213</u>	<u>34,257</u>
CREDITORS: amounts falling due within one year			
Independent examiners fees		(3,720)	(1,800)
NET CURRENT ASSETS		<u>114,493</u>	<u>32,457</u>
TOTAL ASSETS		<u>114,493</u>	<u>32,457</u>
FUNDS UNRESTRICTED		<u>114,493</u>	<u>32,457</u>

For the financial year in question the Charity was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies. No members have required the Charity to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006. The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

These accounts 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 on 2 December 2020 and signed on their behalf by:



John Hartz
Trustee

THE INFLEXION FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2020

I. ACCOUNTING POLICIES

Accounting convention

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) - (Charities SORP(FRS102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Inflexion Foundation meets the definition of a public entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The directors consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

Grant making

The charitable company accounts for grants in the year when an award is confirmed by the Board and they are committed to the grant.

Investment income

Investment income is accounted for when received on a cash basis.

Voluntary income

Voluntary income is received by way of grants, donations, gratuities and gifts and is included in full in the Statement of Financial Activities when received. Grants, where entitlement is not conditional on the delivery of a specific performance by the Charity, are recognised when the Charity becomes unconditionally entitled to the grant.

Cash and cash equivalents

Cash and cash equivalents includes cash and short term highly liquid investments with short term maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT that cannot be recovered.

- Costs of generating funds are those costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.
- Charitable activities include expenditure associated with magic performances and shows and include both the direct costs and support costs relating to these activities.
- Governance costs include those incurred in the governance of the Charity and its assets and are primarily associated with constitutional and statutory requirements.
- Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of the resource.

Liabilities

Liabilities are recognised when the Charity has an obligation to make a payment to a third party.

Creditors and provisions

Creditors and provisions are recognised where the Charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

THE INFLEXION FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2020

Estimates and judgements

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Although these estimates are based on the trustee's best knowledge of the amount, events or actions, actual results ultimately differ from these estimates. The directors do not consider there to be any estimates and judgements.

2. RESOURCES EXPENDED

	2020	2019
	£	£
Grants made	159,047	128,848
Directors insurance	624	600
Independent Examiners fee	1,920	1,800
Legal & Professional fees	6,240	-
Bank charges	284	45
Total Resources expended	<u>168,115</u>	<u>131,293</u>

3. LIMITED BY GUARANTEE

The Charity is limited by guarantee, each member having guaranteed to pay a maximum of £10 should the Charity wound up. At present, there are 5 members.

4. RELATED PARTY TRANSACTIONS

No trustee received any remuneration or reclaimed any expenses during the year.

During the year the Charity received trustee donations totalling £200,000 (2019: £131,000) in equal share from John Hartz and Simon Turner.

The Charity is a partner in IFX Foundation Limited Partnership ("Partnership"), along with John Hartz and Simon Turner. The Partnership will receive 1% of profits from certain funds advised by Inflexion Private Equity Partners LLP, in which John Hartz and Simon Turner are partners. No account has been made of future amounts which may fall due as the amounts are not capable of accurate calculation as at the year end.

During the year a donation of £123,000 (2019: £125,985) was made to Impetus – The Private Equity Foundation, a charity in which Simon Turner is a trustee. The decision to award the grant was made in accordance with the Charity's conflicts of interest policy.