

**THE CARMELA AND RONNIE
PIGNATELLI FOUNDATION**

REPORT AND STATUTORY ACCOUNTS

PERIOD FROM 17 DECEMBER 2014 TO 31 MARCH 2016

THE CARMELA AND RONNIE PIGNATELLI FOUNDATION

I N D E X

Period from 17 December 2014 to 31 March 2016

	Page
Report of the Trustees	2
Independent Examiner's report	4
Statement of Financial Activities	5
Balance sheet	6
Statement of Cash Flows	7
Notes to the financial statements	8

THE CARMELA AND RONNIE PIGNATELLI FOUNDATION

R E P O R T O F T H E T R U S T E E S

Period from 17 December 2014 to 31 March 2016

The Trustees present their annual report and accounts of the charity for the period ended 31 March 2016. The financial statements have been prepared in accordance with the accounting policies set out in note 1 of the financial statements and with the 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).

Structure, governance and management

The Trust was constituted on 17 December 2014, and is governed by the trust deed. The identification and appointment of new Trustees is considered by the existing Trustees. The Trustees who served during the period are shown in the 'Reference and administrative details' section below. All trustees give of their time freely and no trustee remuneration was paid in the period. The major risks to which the charity is exposed, as identified by the trustees, have been reviewed and systems have been established to mitigate those risks.

Objectives and activities for the public benefit

The Trust's Objects are to promote such Charitable Purpose or Charitable Purposes as the Trustees shall in their absolute discretion think fit. Such Objects include but are not limited to the following:

- a to support any Charities and promote any Charitable Purposes for the benefit of the general public.
- b to advance in life and help young people through the provision of support and activities which develop their skills, capacities and capabilities to enable them to participate in society as mature and responsible individuals
- c to provide support, facilities and opportunities to underprivileged and disadvantaged individuals and communities.

The Trust makes grants to charities and other charitable purposes in accordance with its Objects, and are agreed by the Trustees.

The Trustees, having regard to the public benefit guidance published by the Charities Commission, in accordance with Section 17 of the Charities Act 2011, consider that the purpose of activities of the charity satisfy the requirements of the public benefit as set out in Section 4 of the same Act.

Financial review

The accounts are set out on pages 5 to 11.

The charity received a donation totalling £285,199 from the settlor and trustee, Mr Mark Pignatelli, during the period. The Trustees made grants to five charities during the period totalling £23,000.

The Trustees' policy is to distribute the income as it arises and not to accumulate reserves. Whilst the Trustees are aware of the potential need for a small reserve to meet running costs or for exceptional circumstances, it is the Trustees' intention to obtain further voluntary income to meet those costs as and when they arise.

Gifts of expendable endowment funds are designated to be held as capital, but the Trustees have the discretionary power to use the funds as income.

At the period end the charity had reserves of £323,007. The Trustees will distribute income for charitable purposes in line with the Trust's objectives and capital will be distributed at the Trustees discretion.

The financial performance of the charity is fully dependent on the donations it receives from the settlor, Mr M Pignatelli, and this is expected to be the case going forward.

Achievements and performance

The success of the Trust is measured in terms of the level of donations it receives during the period from the settlor, Mr M Pignatelli, as these funds are then fully distributed through grants to charitable individuals and institutions in furtherance of the objectives of the charity.

THE CARMELA AND RONNIE PIGNATELLI FOUNDATION

REPORT OF THE TRUSTEES (continued)

Period from 17 December 2014 to 31 March 2016

During the period the charity made grants to:

The Karuna Trust
Concern Worldwide
Surrey Dolphins Swimobility
Great Ormond Street Children's Hospital
Wentworth Golf & Tennis Foundation

Plans for future periods

The charity's plans for the future rest on the charitable intentions of the settlor, Mr M Pignatelli, who will provide donations to the Trust to further its charitable objectives at his own discretion.

Reference and administrative details

Settlor	Mr M Pignatelli
Date of settlement	17 December 2014
Charity registration number	1162522
Trustees	Mr M Pignatelli Mrs J Pignatelli Ms C Pignatelli
Registered address	6 Abbey Road Virginia Water Surrey GU25 4RS

Approved by the trustees on **28 DECEMBER** 2016 and signed on their behalf by:



MR M PIGNATELLI
Trustee

THE CARMELA AND RONNIE PIGNATELLI FOUNDATION

INDEPENDENT EXAMINER'S REPORT

Period from 17 December 2014 to 31 March 2016

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE CARMELA AND RONNIE PIGNATELLI FOUNDATION

I report on the accounts of the Trust for the period ended 31 March 2016, which are set out on pages 5 to 7.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the Act) and that an independent examination is needed. I am qualified to undertake the examination by being a qualified member of the Institute of Chartered Accountants in England and Wales.

It is my responsibility to:

- examine the accounts under section 145 of the Act;
- follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the Act; and
- 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 consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as 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 130 of the Act; and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Acthave 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.



Signed:

BENJAMIN GRIST ACA
Dixon Wilson
22 Chancery Lane
London
WC2A 1LS

Date:

9 January 2017

THE CARMELA AND RONNIE PIGNATELLI FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES

Period from 17 December 2014 to 31 March 2016

	Note	Unrestricted income Fund £	Expendable endowment Fund £	Total 2016 £
Income and endowments from:				
<i>Donations and legacies:</i>				
Donations of expendable endowment	8	-	285,199	285,199
Gift aid receivable	6	-	71,250	71,250
<i>Investments:</i>				
Bank interest		-	36	36
Total income and endowments		-	356,485	356,485
Expenditure on:				
<i>Raising funds:</i>				
Investment management fees		-	306	306
<i>Charitable activities:</i>				
Grants made	4	23,000	-	23,000
<i>Other</i>				
Accountancy fees		-	1,500	1,500
Bank charges		-	10	10
Total expenditure		23,000	1,816	24,816
Net income before investment gains		(23,000)	354,669	331,669
Net gains on investments		-	(8,662)	(8,662)
Net income		(23,000)	346,007	323,007
Transfers between funds		23,000	(23,000)	-
Net movement in funds		-	323,007	323,007
Reconciliation of funds:				
Total funds brought forward		-	-	-
Total funds carried forward		-	323,007	323,007

All income and expenditure derive from continuing activities.

THE CARMELA AND RONNIE PIGNATELLI FOUNDATION

BALANCE SHEET

At 31 March 2016

	Note	2016 £
Fixed assets		
Investments	5	194,597
Current assets		
Debtors	6	71,250
Cash at bank		58,660
Total current assets		<u>129,910</u>
Liabilities		
Creditors: Amounts falling due within one year	7	(1,500)
Net current assets		<u>128,410</u>
Total net assets		<u>323,007</u>
The funds of the charity		
Expendable endowment fund		323,007
Unrestricted income fund		-
Total charity funds		<u>323,007</u>

The financial statements set out on pages 5 to 11 were approved by the Trustees on **28 DECEMBER** 2016 and were signed on their behalf by:



MR M PIGNATELLI
Trustee

THE CARMELA AND RONNIE PIGNATELLI FOUNDATION

STATEMENT OF CASH FLOWS

Period from 17 December 2014 to 31 March 2016

	Note	2016 £
Net cash provided by operating activities	9	261,919
Cash flows from investing activities		
Purchase of investments		(203,259)
Change in cash and cash equivalents in the reporting period		<u>58,660</u>
Cash and cash equivalents brought forward		-
Cash and cash equivalents carried forward		<u>58,660</u>

THE CARMELA AND RONNIE PIGNATELLI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

Period from 17 December 2014 to 31 March 2016

I. Accounting Policies

(a) Basis of preparation and assessment of going concern

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by 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 UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The Trust constitutes a public benefit entity as defined by FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note.

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

(b) Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the Trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 a restatement of comparative items was required. No restatements were required.

(c) Fund accounting policy

The charity comprises of an unrestricted income fund and an expendable endowment fund. Unrestricted funds are general funds that are available for use at the Trustees' discretion in furtherance of the objectives of the charity. Expendable endowment funds are capital funds that may be freely converted into spendable income as the trustees see fit.

(d) Income

All income is recognised in the statement of financial activities when the Trust has entitlement to the income, it is probable that the income will be received and the amount of the income can be measured reliably.

There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by the FRS 102 SORP or FRS 102.

Donations are recognised when the Trust has entitlement to the income, there is reasonable assurance of receipt and the amount of income can be measured reliably.

Gift Aid receivable is included in income when there is a valid declaration from the donor. Any Gift Aid amount recovered on a donation is considered to be part of that gift and is treated as an addition to the same fund as the initial donation unless the donor or the terms of the appeal have specified otherwise.

Income from interest royalties and dividends is included in the accounts when receipt is probable and the amount receivable can be measured reliably.

Investment gains and losses includes any realised or unrealised gains or losses on the sale of investments and any gain or loss resulting from revaluing investments to market value at the end of the year.

(e) Expenditure and liabilities

Liabilities are recognised as soon as there is a legal or constructive obligation committing the Trust to the expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis.

No material item of deferred income has been included in the accounts.

The charity has creditors which are measured at settlement amounts less any trade discounts.

The charity accounts for basic financial instruments on initial recognition as per paragraph 10.7 FRS 102 SORP. Subsequent measurement is as per paragraphs 11.17 to 11.19, FRS 102 SORP.

THE CARMELA AND RONNIE PIGNATELLI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

Period from 17 December 2014 to 31 March 2016

f) Assets

Fixed asset investments in quoted shares, traded bonds and similar investments are valued at initially at cost and subsequently at fair value (their market value) at the year end.

Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.

g) Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objectives.

2. Trustees' remuneration and expenses

The trustees all give freely their time and expertise without any form of remuneration or other benefit in cash or kind.

3. Employees

The Trust did not have any employees during the period.

THE CARMELA AND RONNIE PIGNATELLI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

Period from 17 December 2014 to 31 March 2016

4. Analysis of charitable expenditure for the expendable endowment fund

The charity undertakes its charitable activities through grant making and awards grants to institutions in furtherance of its charitable objectives.

	Grant funded activity £	Governance costs £	Total 2016 £
Grant making	23,000	1,816	24,816
Total	23,000	1,816	24,816

Governance costs	2016 £
Investment management fees	306
Bank charges	10
Accountancy fees	1,500
	1,816

Accountancy fees payable to the independent examiner's firm as follows:

- Examination	500
- Accountancy	1,000
	1,500

There were no support costs during the period as the voluntary income has been received from the settlor and trustee, Mr M Pignatelli, and all trustees have given freely their time and expertise without any form of remuneration or other benefit in cash and kind.

Recipients of institutional grants:	2016 £
The Karuna Trust	5,000
Concern Worldwide	5,000
Great Ormond Street Children's Hospital	10,000
Surrey Dolphins Swimobility	2,000
Wentworth Golf & Tennis Foundation	1,000
	23,000

All grants were made to the institution with no restrictions attached and are to be used by the charity to meet its general objectives.

THE CARMELA AND RONNIE PIGNATELLI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

Period from 17 December 2014 to 31 March 2016

5. Fixed asset investments	2016 £
Market value brought forward	-
Additions to investment at cost	203,259
Add net (loss)/gain on revaluation	(8,662)
Market value as at 31 March 2016	<u>194,597</u>

Investments at fair value comprised:

Equities	<u>194,597</u>
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6. Debtors	2016 £
Gift Aid receivable	<u>71,250</u>

7. Creditors: amounts falling due within one year	2016 £
Accruals	<u>1,500</u>

8. Related party transactions

The charity received donations during the period of £285,199 from the settlor and trustee, Mr M Pignatelli, without conditions attached.

9. Reconciliation of net movement in funds to net cash flow from operating activities

	2016 £
Net movement in funds	331,669
Decrease/(increase) in debtors	(71,250)
Increase/(decrease) in creditors	1,500
Net cash used in operating activities	<u>261,919</u>
