

PS FOUNDATION

Charity No: 1123570 (England and Wales)

Company No: 6525171

(A Company Limited by Guarantee and not having a Share Capital)

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2016**

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MYRUS SMITH
Chartered Accountants
Norman House,
8 Burnell Road,
Sutton, Surrey.
SM1 4BW

PS FOUNDATION
(A Company Limited by Guarantee and not having a Share Capital)

Annual Report
For the year ended 31 March 2016

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PS FOUNDATION
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The Board of Directors/Trustees presents its report and financial statements for the year ended 31 March 2016.

Reference and Administrative Information

Charity Name:	PS Foundation
Charity Registration Number:	1123570 (England and Wales)
Company Registration Number:	6525171
Registered Office and Operational Address:	Warren House, Warreners Lane, Weybridge, Surrey, KT13 0LQ

Board of Directors/Trustees who served during the year:

Vin Murria	Chair and Chief Officer
Sunil Bhalla	Vice Chair
Mark Butt	Treasurer

Independent Examiner

Stephen Jones, FCA
% Myrus Smith, Chartered Accountants,
Norman House, 8 Burnell Road, Sutton, Surrey SM1 4BW.

Legal Advisors

Barlow Robbins LLP, The Oriel, Sydenham Road, Guildford, Surrey, GU1 3SR

Bankers

HSBC Private Bank (UK) Limited, 78 St James's Street, London, SW1A 1JB

Objectives and Activities

The charity's objects and principal activities are pursued worldwide and are:-

- the advancement of education;
- the relief of sickness;
- the promotion of sustainable development by the relief of poverty and the improvement of conditions in socially disadvantaged communities;
- the provision of facilities in the interests of social welfare for recreation or other leisure time occupation of individuals who have need of such facilities by reason of their youth, age, infirmity or disability, financial hardship or social circumstances with the object of improving their conditions in life.

Public Benefit

The activities that we carry out are described above. These activities are undertaken to meet our objectives and aims and to further our charitable purposes for the public benefit. In setting and reviewing our objectives and aims, and in planning and carrying out our activities, we have given due regard to the public benefit guidance published by the Charity Commission.

PS FOUNDATION
(A Company Limited by Guarantee and not having a Share Capital)

**REPORT OF THE TRUSTEES/DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2016**

Organisational Structure

PS Foundation has a Board of Trustees which currently comprises of three members and which meets bi-monthly. The Board is responsible for the governance, strategic direction and policy of the charity.

The Board occasionally enlists the support of other advisors such as legal or human resource specialists as and when the need occurs. In collaboration with the Board, the Chief Officer is responsible for ensuring that the charity implements the strategy developed by the Board, delivers services which meet the objectives of the charity, enhances the charity's reputation and offers best value to its current and potential stakeholders.

Achievements and Performance

This year we secured further funding from a UK AIM listed company and a substantial private donation. We are not expecting to achieve these levels in the near future. As in previous years, whilst there is no guarantee that the charity will continue to attract donations, it has received verbal commitments from a founding trustee that she intends to continue to donate in sufficient amounts to fund the charity's needs.

The charity continues to have negligible costs, having no salaries or overheads and being run voluntarily by the three trustees. Those trustees operated in the same manner as previous years and have committed to continue to function this way for the foreseeable future and as a consequence expect running costs to continue to be negligible.

All donations and grants made in its charitable activities are discretionary and none have, nor is it intended will have, future financing commitments. Grants in the period were less than income and surplus funds were transferred to liquid bank balances.

The charity believes that education and family support are major factors in tackling poverty and continues to review ways of providing scholarships and other education facilities to improve the opportunities that would otherwise be denied to poorer families. It makes grants at the discretion of the Board and after carefully considering the needs of the individual or organisation. A number of children have been financed through secondary and tertiary education programmes in both India and the UK. A number of smaller donations have been made to UK charities such as the British Asian Trust and the Royal Marsden hospital along with donations to the UK charity Outward Bound and Macmillan.

As in previous years, a number of individuals and families received grants which were typically in cases of extreme hardship and to vulnerable, disadvantaged sections of the Asian community or to finance education. The current strategy includes providing emergency funds in cases where a disaster has occurred. It also focuses on sustainability within communities by providing grants to create small scale sustainable businesses which can provide future employment opportunities and to finance education which in turns helps families out of the poverty trap. In particular we have helped several families to build a sustainable life following the death of the main bread winner and where no social security systems exist as support

Financial Review

As reported last year, we received lower donations in the period totalling £20k. As in previous years, whilst there is no guarantee that the charity will continue to attract donations, it has received verbal commitments from a founding trustee that she intends to continue to donate in sufficient amounts to fund the charity's needs. We received an additional £40k in interest from cash balances held in UK banks.

The charity continues to have negligible costs, having no salaries or overheads and being run voluntarily by the three trustees. Those trustees operated in the same manner as previous years and have committed to continue to function this way for the foreseeable future and as a consequence expect running costs to continue to be negligible.

All donations and grants made in its charitable activities are discretionary and none have, nor is it intended will have, future financing commitments. Grants in the period exceeded income by £186k in the period and the deficit was withdrawn from liquid bank balances.

PS FOUNDATION
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**REPORT OF THE TRUSTEES/DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2016**

Financial Review (cont'd)

The charity retains sufficient liquid resources to meet its needs and adjusts its donations accordingly based on income received in the current year and current balances. As such it maintains sufficient liquid resources without excess exposure in a top tier UK bank. At the end of the reporting period the charity held £13.6m in cash reserves (2015: £14.1m) and £1.8m in land and financial assets (2015: £1.5m).

The charity has a net surplus of income over expenditure and the Board has determined there is no requirement to realise investments having substantial cash reserves. A small investment of £335k was made as a minority share in an unconnected UK unlisted company from which we expect a capital return within five years.

The level of operational expenditure continues to be low as the Trustees offer their time to the charity voluntarily and liabilities are consequently low. All funds are unrestricted and the charity retains sufficient reserves in liquid form to ensure that the Company is able to meet its foreseeable liabilities as they fall due. As at the close of the year and at the current level of grant activity, the charity has sufficient cash reserves and as grants are discretionary and currently create no long term obligation, the Board are satisfied that sufficient reserves are maintained.

The organisation has mitigated its financial risk by adopting a reserves policy which is outlined below. Annual accounts and returns are filed with Companies House and the Charity Commission. In-house financial monitoring is undertaken to ensure charity funds are being properly controlled and in accordance with its Governing Document and Objects. A quarterly income and expenditure review is undertaken by the Board.

During the year the charity did not employ anyone and was managed and operated by the Trustees voluntarily. The charity's policies for staff include the requirement to adhere to its financial policies and procedures. Staff recruitment, supervision and contractual procedures are in line with employment law and regularly reviewed. The organisation carries out health and safety risk assessments and ensures staff are properly trained.

The charity plans to continue the activities outlined previously in the forthcoming years, subject to satisfactory funding arrangements. In particular the charity intends to promote its activities and achievements through a community website where individuals can both access the charity and share experiences and successes. PS Foundation hopes that by supporting individuals they will eventually turn their success into supporting others, thus furthering the charity's aims.

Structure, Governance and Management

The organisation is a charitable company limited by guarantee, incorporated on 5th March 2008. The company was established under a Memorandum and Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £10.

PS Foundation has a Board of Trustees which currently comprises of three members and which meets quarterly. The Board is responsible for the governance, strategic direction and policy of the charity. The Board occasionally enlists the support of other advisors such as legal or human resource specialists as and when the need occurs. In collaboration with the Board, the Chief Officer is responsible for ensuring that the charity implements the strategy developed by the Board, delivers services which meet the objectives of the charity, enhances the charity's reputation and offers best value to its current and potential stakeholders.

The directors of the company are known as the Board of Trustees. The Board carries out regular reviews of its skill sets and endeavours to recruit as required in order to forward the work of the charity. Each Trustee serves for a period of a year after which they must be re-elected at the next Annual General Meeting.

Procedures have been implemented by the Board which are designed to identify and manage conflicts of interest and loyalty and provide for management of donations which are typically given in cases of hardship.

PS FOUNDATION
(A Company Limited by Guarantee and not having a Share Capital)

**REPORT OF THE TRUSTEES/DIRECTORS
OR THE YEAR ENDED 31 MARCH 2016**

Trustees' Responsibilities Statement

The trustees (who are also directors of PS Foundation for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statement 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:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity 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

Trustees' Responsibilities Statement (cont'd)

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.

This report has been prepared in accordance with the Statement of Recommended Practice: Account and Reporting by Charities (issued in March 2005) and in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the Board of Trustees and signed on its behalf by:



Mark Butt, Treasurer

23 December 2016

Independent Examiner's Report to the Members of:

PS FOUNDATION

(A Company Limited by Guarantee and not having a Share Capital)

I report on the accounts of the PS Foundation for the year ended 31 March 2016, which are set out on pages 6 to 11.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

Having satisfied myself that the charity is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to 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 386 of the Companies Act 2006; and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have 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.


S.A. Jones FCA
C/o Myrus Smith
Chartered Accountants

Norman House
8 Burnell Road
Sutton, Surrey
SM1 4BW

28 December 2016

PS FOUNDATION
(A Company Limited by Guarantee and not having a Share Capital)

STATEMENT OF FINANCIAL ACTIVITIES
(including income and expenditure account)

FOR THE YEAR ENDED 31 MARCH 2016

	Notes	Total Funds 2016 £	Total Funds 2015 £
INCOME			
Donations and legacies	2	20,000	14,192,099
Investments	2	39,669	-
		<u>59,669</u>	<u>14,192,099</u>
EXPENDITURE			
Charitable activities	3	246,656	198,863
		<u>(186,987)</u>	<u>13,993,236</u>
NET INCOME/(EXPENDITURE)			
OTHER RECOGNISED GAINS			
Realised gain on investment assets	8	-	24,985
		<u>(186,987)</u>	<u>14,018,221</u>
NET MOVEMENT IN FUNDS			
RECONCILIATION OF FUNDS			
Balances brought forward at 1 April 2015		15,669,491	1,651,270
Balances carried forward at 31 March 2016	7	<u>£15,482,504</u>	<u>£15,669,491</u>

All funds are unrestricted in nature.

The notes form part of these Financial Statements.

PS FOUNDATION
(A Company Limited by Guarantee and not having a Share Capital)
Company No: 6525171

BALANCE SHEET
AS AT 31 MARCH 2016

	Notes	2016 £	2015 £
FIXED ASSETS			
Investments	5	1,835,000	1,500,000
CURRENT ASSETS			
Debtors	6	4,064	86,129
Cash at bank and in hand		13,646,464	14,086,314
		<u>13,650,528</u>	<u>14,172,443</u>
CREDITORS: Amounts falling due within one year			
Accruals		<u>3,024</u>	<u>2,952</u>
NET CURRENT ASSETS		<u>13,647,504</u>	<u>14,169,491</u>
NET ASSETS		<u>£15,482,504</u>	<u>£15,669,491</u>
FUNDS			
Unrestricted			
General fund	7	13,982,504	14,169,491
Building fund	7	<u>1,500,000</u>	<u>1,500,000</u>
TOTAL FUNDS		<u>£15,482,504</u>	<u>£15,669,491</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2016. The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31 March 2016 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Approved by the Board of Trustees on 23 December 2016



M. Butt
Trustee and Treasurer

The notes form part of these Financial Statements.

PS FOUNDATION
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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2016

1. ACCOUNTING POLICIES

Company Status

The company is limited by guarantee, has no share capital and is also a registered charity. The members of the company are the trustees listed on page 1. In the event of the charity being wound-up the liability in respect of the guarantee is limited to £10 per member.

Basis of preparation

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 for Smaller Entities (effective January 2015) and the Companies Act 2006. Assets and liabilities are initially recognised at historical cost unless otherwise stated.

Income recognition

Items of income are recognised in the financial statements when all of the following criteria are met:

- The charity has entitlement to the funds;
- any performance conditions have been met or are fully within the control of the charity;
- there is sufficient certainty that receipt of the income is considered probable; and
- the amount can be measured reliably.

Expenditure recognition

Expenditure is recognised once there is a legal or constructive obligation to make payment to a third party, it is probable that settlement will be required and the amount can be measured reliably. Expenditure on charitable activities comprises mainly of grants to institutions and individuals.

Expenditure includes those costs of a direct nature which can be allocated to a specific activity. It also includes indirect costs, including governance costs that do not relate to a specific activity but are necessary to support those activities.

Fund accounting

Unrestricted general funds are freely available for use in furtherance of the objects of the charity and which have not been designated for particular purposes.

Designated funds are unrestricted funds set aside by the trustees for particular purposes.

Restricted funds are funds which can only be used in accordance with specific restrictions imposed by the donor or which have been raised for a particular purpose.

Taxation

The company is a registered charity and is exempt from Corporation Tax on its charitable activities.

Investments

Investment properties are stated at their market value at the Balance Sheet date. No depreciation is provided for in respect of investment properties in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015). Such properties are held for their investment potential and not for consumption within the Charity's operations. This is a departure from the Companies Act 2006 which requires all properties to be depreciated and the trustees/directors consider that to depreciate them would not enable the financial statements to give a true and fair view.

Unlisted equity investments are stated at cost.

PS FOUNDATION
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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2016

2. INCOME

	2016 £	2015 £
Donations and legacies		
UK public listed companies	-	217,099
Other donations	20,000	13,975,000
	<u>20,000</u>	<u>14,192,099</u>
Investments		
Interest receivable – unlisted investments	39,669	-
	<u>£59,669</u>	<u>£14,192,099</u>

All of the income received in 2015 was unrestricted in nature.

3. EXPENDITURE ON CHARITABLE ACTIVITIES

	Grants to Institutions £	Grants to Individuals £	Total 2016 £	Total 2015 £
Educational	165,000	33,601	198,601	24,300
Sickness	-	-	-	4,016
Hardship	400	31,696	32,096	165,400
Other Disadvantage	14,305	-	14,305	2,877
	<u>£179,705</u>	<u>£65,297</u>	<u>245,002</u>	<u>196,593</u>
Support costs				
Travel			-	499
Administration			310	319
Governance (see note 4)			1,344	1,452
			<u>£246,656</u>	<u>£198,863</u>
Recipients of Institutional grants were:				
The Outward Bound Trust			110,000	14,000
Royal Marsden Hospital			-	3,420
Ashley Park School			-	2,000
British Asian Trust			-	1,500
Nordoff Robins			-	377
Macmillan			-	125
Somerville College, Oxford University			37,000	-
Birmingham University			9,000	-
Aston University			9,000	-
Nelson Mandela charity			6,000	-
Fredericks Foundation			2,430	-
Princes Trust			1,000	-
Sight Savers			1,000	-
Salvation Army			1,000	-
British Red Cross			1,000	-
Hope Community Village			1,000	-
Crisis Internet			500	-
Mukti Trust			400	-
Muskaan Charity			375	-
			<u>£179,705</u>	<u>£21,422</u>

All of the expenditure in 2015 was unrestricted in nature.

PS FOUNDATION
(A Company Limited by Guarantee and not having a Share Capital)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2016
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	2016 £	2015 £
4. GOVERNANCE COSTS		
Audit fees	(96)	1,680
Independent examination fees	1,440	(228)
	<u>£1,344</u>	<u>£1,452</u>

The Trustees received no remuneration in the current and previous years.

No Trustees (2015: none) were reimbursed expenses (2015: £Nil) during the year.

No person received emoluments in excess of £60,000

5. INVESTMENTS	Investment Property £	Unlisted Equity Investment £	Total £
Cost/valuation at 1 April 2015	1,500,000	-	1,500,000
Additions	-	335,000	335,000
	<u>1,500,000</u>	<u>£335,000</u>	<u>£1,835,000</u>
Cost/valuation at 31 March 2016	<u>£1,500,000</u>	<u>£335,000</u>	<u>£1,835,000</u>

The Investment Property is freehold land with planning permission. The Trustees confirm that, in their opinion, the market value of the land at 31 March 2016 is not materially different to its original cost.

The Trustees believe that the market value of the unlisted investment at 31 March 2016 is not materially different from its cost.

6. DEBTORS	2016	2015
Other debtors	<u>£4,064</u>	<u>£86,129</u>

7. MOVEMENT IN FUNDS	Balance 1 April 2015 £	Income £	Expenditure £	Balance 31 March 2016 £
UNRESTRICTED FUNDS				
General fund	14,169,491	59,669	246,656	13,982,504
Designated fund				
Building fund	1,500,000	-	-	1,500,000
	<u>£15,669,49</u>	<u>£59,669</u>	<u>£245,002</u>	<u>£15,482,504</u>

The Building fund represents the market value of the charity's investment property.

PS FOUNDATION

(A Company Limited by Guarantee and not having a Share Capital)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2016**

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8. RELATED PARTY TRANSACTIONS

In 2015, the charity received donations totalling £217,099 from Advanced Computer Software Group Plc, a listed company. At 28 February 2015, that company's financial year end, 11.28% of the issued share capital of that company was held by Vin Murria, Chair of the Trustees.

In 2015 Vin Murria, Chair of Trustees, gifted 10 million ordinary shares of 10p each in Advanced Computer Software Group Plc to the Charity. The shares were valued at £13,975,000, and were all sold subsequently, realising a gain of £24,985.