

Charity Registration No. 271513

**Z V M RANGOONWALA FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017**

Z V M RANGOONWALA FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Mr A Rangoonwala
Mrs S Rangoonwala
Mr N K S Askari
Mrs M Dalamal

Charity number

271513

Principal address

86-87 Wimpole Street
London
W1G 9RL

Auditor

Paul Samuels
Heywards Chartered Accountants
Remo House
310-312 Regent Street
London
W1B 3BS

Z V M RANGOONWALA FOUNDATION

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Z V M RANGOONWALA FOUNDATION

TRUSTEES REPORT

FOR THE YEAR ENDED 30 JUNE 2017

The Trustees present their report and accounts for the year ended 30 June 2017.

Charity number : 271513

Registered office: 86-87 Wimpole Street
London
W1G 9RL

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charity's trust deed the Charities Act 2011 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)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The charity's objective is to provide financial support for purposes regarded as exclusively charitable under the law of England and Wales including the relief of hardship, the relief of the elderly, the advancement of education and the arts, and other charitable purposes for the benefit of the community.

Z V M Rangoonwala Foundation operates a partnership and small grants fund, The partnership fund limits its funding to organisations that fit into both the Health and Education impact areas. The small grants fund will prioritize funding in these areas too but allow for more flexibility where proposals are particularly strong.

In regards to the partnership fund ZVM Rangoonwala Foundation will prioritize organisations where there is a clear learning agenda for the Foundation to deepen its knowledge and experience in its key impact areas (stated later on). For the small grants fund priority will be given to organisations looking for funding for starting up new programmes, researching interventions etc. that align with the impact areas - namely health and education.

The trustees will invite proposals all year round but there will be one annual review of larger concept notes in January each year and successful applicants will be invited to submit full proposals by 31st March each year for consideration during April. Smaller grants of under £5,000 are reviewed quarterly.

The trustees will adhere to the following application process:

1. Partnership Fund

- Expression of interest: 2-page concept note with indicative grant size, duration, implementation plan and expected outcomes can be submitted all year with final deadline the 31 December.
- If we are happy with the concept note, the applicant will hear from us by 31st January
- At this stage the applicant will be invited to submit a full application by 31 March.
- Meeting or telephone call between the applicant and a trustee
- Visit (where previous track record is less clear and a visit is practical)
- Reference from previous funder
- Decision by 30th May for first funding disbursement in July.

2. Small Grants

- Up to £5,000 Summary application
- £6,000 - £15,000 full application (as per Partnership Fund above) and telephone call

Z V M RANGOONWALA FOUNDATION

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2017

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake.

Achievements and performance

For the year under review the Charity focused on those charities which were active in education and community and as a result the Charity has continued to achieve its charitable objectives, particular examples of specific grants and the achievements made can be found later on in the accounts.

Financial review

The Charity secured donations during the year of £800,000 (2016: £510,000) from the Rangoonwala Foundation and made donations and grants of £732,146 (2016: £529,904) to other charities which were identified as meeting the Charity's qualifying criteria.

It is the policy of the Charity that unrestricted funds which have not been designated for a specific use should be maintained at a level which support the future activities of the charity and they are currently sufficient to meet the requirements of the charity for the foreseeable future.

The Trustees have assessed the major risks to which the Charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The Charity was established by a Trust Deed dated 17 May 1976 and is registered with the Charity Commissioners.

The Trustees who served during the year were:

Mr A Rangoonwala
Mrs S Rangoonwala
Mr N K S Askari
Mrs M Dalamal

The statutory power to appoint trustees shall be vested in the said Asif Mohamed Aly Rangoonwala (hereinafter the appointor) during his lifetime and thereafter by such successor individual as he may appoint by notice in writing to the trustees. Following the death of the appointor and any successor appointor the power shall be vested in the trustees.

Z V M RANGOONWALA FOUNDATION

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2017

Statement of trustees responsibilities

The Trustees are responsible for preparing the Trustees Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Trustees to prepare accounts 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 of the Charity for that year.

In preparing these accounts, 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 accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

The trustees report was approved by the Board of Trustees.



Mr A Rangoonwala

Trustee

Dated: 23 April 2018

Z V M RANGOONWALA FOUNDATION

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF Z V M RANGOONWALA FOUNDATION

Opinion

We have audited the accounts of Z V M Rangoonwala Foundation (the 'Charity') for the year ended 30 June 2017 which comprise the Statement of Financial Activities, the Balance Sheet, and the notes to the accounts, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the accounts:

- give a true and fair view of the state of the charity's affairs as at 30 June 2017 and of its incoming resources and application of resources, 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 Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the accounts section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the accounts in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees use of the going concern basis of accounting in the preparation of the accounts is not appropriate; or
- the Trustees have not disclosed in the accounts any identified material uncertainties that may cast significant doubt about the Charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the accounts are authorised for issue.

Other information

The other information comprises the information included in the annual report, other than the accounts and our auditor's report thereon. The Trustees are responsible for the other information. Our opinion on the accounts does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the accounts or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the accounts or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Z V M RANGOONWALA FOUNDATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF Z V M RANGOONWALA FOUNDATION

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Trustees and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees Report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Trustees Report is inconsistent in any material respect with the accounts; or
- sufficient accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the accounts are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustees

As explained more fully in the Statement of Trustees Responsibilities, the trustees are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of accounts that are free from material misstatement, whether due to fraud or error.

In preparing the accounts, the Trustees are responsible for assessing the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these accounts.

A further description of our responsibilities for the audit of the accounts is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Z V M RANGOONWALA FOUNDATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF Z V M RANGOONWALA FOUNDATION

Other matters which we are required to address

Your attention is drawn to the fact that the charity has prepared accounts 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) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

This report is made solely to the charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' 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 charity and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Paul Samuels (Senior Statutory Auditor)
for and on behalf of Paul Samuels

23 April 2018

Chartered Accountants
Statutory Auditor

Heywards Chartered Accountants
Remo House
310-312 Regent Street
London
W1B 3BS

Z V M RANGOONWALA FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 30 JUNE 2017

	Notes	2017 £	2016 £
<u>Income from:</u>			
Donations and legacies	3	800,000	510,000
<u>Expenditure on:</u>			
Charitable activities	4	799,291	578,379
Net income/(expenditure) for the year/ Net movement in funds		709	(68,379)
Fund balances at 1 July 2016		13,021	81,400
Fund balances at 30 June 2017		13,730	13,021

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

All income and expenditure derive from continuing activities.

Z V M RANGOONWALA FOUNDATION

BALANCE SHEET

AS AT 30 JUNE 2017

	Notes	2017 £	£	2016 £	£
Current assets					
Debtors	9	3,548		3,548	
Cash at bank and in hand		12,282		9,473	
		15,830		13,021	
Creditors: amounts falling due within one year	10	(2,100)		-	
Net current assets			13,730		13,021
Income funds					
Unrestricted funds			13,730		13,021
			13,730		13,021

The accounts were approved by the Trustees on 23 April 2018


Mr A Rangoonwala
Trustee


Mr N K S Askari
Trustee

Z V M RANGOONWALA FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2017

1 Accounting policies

Charity information

Z V M Rangoonwala Foundation is an Unincorporated Charity whose registered address is 86-87 Wimpole Street, London, W1G 9RL.

1.1 Accounting convention

The accounts have been prepared in accordance with the Charity's Trust deed, the Charities Act 2011 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)" (as amended for accounting periods commencing from 1 January 2016). The Charity is a Public Benefit Entity as defined by FRS 102.

The Charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The accounts are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

These accounts for the year ended 30 June 2017 are the first accounts of Z V M Rangoonwala Foundation prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 July 2015. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

1.2 Going concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

1.4 Incoming resources

Income is recognised when the Charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

1.5 Resources expended

Expenses are allocated for on an accruals basis and have been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to the headings, they have been allocated to activities on a basis consistent with the use of resources. Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

Z V M RANGOONWALA FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2017

1 Accounting policies

(Continued)

Governance Costs

These include costs of administration, any costs for preparation and examination of statutory accounts and cost of any legal advice to trustees on governance or constitutional matters.

Support Costs

Support costs are costs relating to those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs as well as finance and personnel costs.

Grants Payable

These are only recognised in the accounts when a commitment has been made and there are no conditions to be met relating to the grant which remain in the control of the charity. Where the charity gives a grant which is conditional to the performance of a service or completion of a project, such grants are only recognised in the accounts once the recipient has provided the specified service or evidence of completion of the project.

1.6 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.7 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Charity's balance sheet when the Charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Z V M RANGOONWALA FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2017

1 Accounting policies (Continued)

Derecognition of financial liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

2 Critical accounting estimates and judgements

In the application of the Charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	2017	2016
	£	£
Donations and gifts	800,000	510,000

4 Grants payable

	2017	2016
	£	£
Grants to institutions (39 grants):		
Grants to institutions relating to education	376,165	194,584
Grants to institutions relating to livelihoods and community	129,376	137,510
Grants to institutions relating to arts and culture	24,773	4,500
Grants to institutions relating to health and disability	201,833	193,310
	732,147	529,904

As required by the Charities SORP (FRS 102) below is the list of material grants made by the charity, by grant type, as well as the nature of these grants and the work being done with them.

Education

Grants here include;

£300,000 paid to CORAM, a charity committed to improving the lives of the UK's most vulnerable children and young people, for funding the redevelopment of its campus,.

£39,655 to Magic Bus, an Indian based charity that enables some of the worlds poorest families to move out of poverty, in support of their national corporate fundraising strategy and the corporate fundraising department costs

Z V M RANGOONWALA FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2017

4 Grants payable

(Continued)

Livelihoods and Community

Grants here include;

£43,000 to the British Pakistani Foundation, a not-for-profit, community-driven organisation dedicated to the empowerment and development of the British Pakistani Diaspora, to support their set up and organisation costs.

Art and Culture

No material grants were made in this area, grants here however include;

Grant to the The Southbank Centre to support air fares and visa costs for Pakistani musicians and artists performing at the Alchemy festival,

Grant to the New York Foundation of Arts for a project named : Adbus Salam Documentary Film which focuses on a schoolboy from rural Pakistan who became the first Muslim scientist and only Pakistani to win a Nobel Prize in the sciences

Health and Disability

Grants here include:

£110,000 to Multi-Agency International Training and Support (MAITS) which offers support to organisations in developing countries that provide services to people with special educational needs and disabilities.

Z V M RANGOONWALA FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2017

4 Grants payable

(Continued)

Commitments

At the year end the charity had the following commitments to funding, which are not represented as liabilities.

Coram - £700,000 towards funding the Rangoonwala Conference and Learning Centre, to be paid in instalments until completion in 2019

Changing Faces - £10,000 towards independent assessment and evaluation of the psychosocial and health benefits of the project at Great Ormond Street Hospital

Cancer Research - £66,668 to 'Create the Change' campaign and 'The Francis Crick Institute'

Gasworks - £8,000 payable over next 2 years to support emerging Pakistani artists to take part in the programme.

Magic Bus - £158,660 to support their national corporate fundraising strategy, payable half yearly at \$50,000 per instalment

Memon Association Leicester - £10,000 payable in the next 12 months towards the construction of a new roof for the sports centre

Only Connect - £5,000

Share Foundation - £8,715 payable to June 18 to continue to support the medical assistance programme in the slums of Colombo

VSO - £ 12,312 over the period of one year to support the programme costs.

5 Support costs

	Support costs £	Governance costs £	2017 £	2016 £	Basis of allocation
Bank charges	323	-	323	241	General support
Printing, postage and stationary	908	-	908	181	General support
Computer costs	288	-	288	430	General support
Travelling expenses	2,124	-	2,124	-	General support
Consultancy	60,501	-	60,501	46,213	General support by time spent
Audit & accounts fees	-	3,000	3,000	1,410	Governance - Statutory work
	64,144	3,000	67,144	48,475	
Analysed between					
Charitable activities	64,144	3,000	67,144	48,475	

Governance costs includes payments to the accountant of £3,000 split between audit fees of £2,100 and accountancy fees of £900 (2016- £1,410).

Z V M RANGOONWALA FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2017

6 Trustees

None of the Trustees (or any persons connected with them) received any remuneration during the year, and none of them were reimbursed for travelling expenses (2016- none were reimbursed).

7 Employees

There were no employees during the year.

8 Financial instruments	2017 £	2016 £
Carrying amount of financial assets		
Debt instruments measured at amortised cost	3,548	3,548
	<u> </u>	<u> </u>
Carrying amount of financial liabilities		
Measured at amortised cost	2,100	-
	<u> </u>	<u> </u>

9 Debtors	2017 £	2016 £
Amounts falling due within one year:		
Other debtors	3,548	3,548
	<u> </u>	<u> </u>

10 Creditors: amounts falling due within one year	2017 £	2016 £
Accruals and deferred income	2,100	-
	<u> </u>	<u> </u>

11 Related party transactions

The charity made grants in the year of £43,000 to British Pakistani Foundation for Development of which charity A Rangoonwala is a trustee.

The charity also made grants in the year of £110,000 to Multi Agency International Training and Support, a charity of which A Rangoonwala and Mrs M Dalamal are trustees.

