

**PEGASUS**

**(Registered Charity No. 1175685)**

**REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS**

**FOR THE PERIOD FROM 24 OCTOBER 2017 TO 31 DECEMBER 2018**

**PEGASUS**  
**REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS**  
**FOR THE PERIOD FROM 24 OCTOBER 2017 TO 31 DECEMBER 2018**

**CONTENTS**

	<b>Page</b>
Report of the Trustees	1 - 4
Independent Examiner's Report	5
Statement of Financial Activities	6
Balance Sheet	7
Notes to the Financial Statements	8 - 10

**PEGASUS**  
**REPORT OF THE TRUSTEES**  
**FOR THE PERIOD FROM 24 OCTOBER 2017 TO 31 DECEMBER 2018**

The Trustees present their first report and the independently examined financial statements of Pegasus ("the Charity") for the fourteen month period from 24 October 2017 to 31 December 2018. These have been prepared in accordance with the accounting policies set out on pages 8 and 9 and comply with the trust deed and applicable charity law.

The financial statements comply with the Charities Act 2011, the Charity's trust deed dated 24 October 2017 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 - SORP (FRS 102) (effective 1 January 2015).

**1. REFERENCE AND ADMINISTRATIVE DETAILS**

Pegasus, registered charity number 1175685, is based and administered in the United Kingdom. The registered office is Rawlinson & Hunter, Eighth Floor, 6 New Street Square, London, EC4A 3AQ.

**Trustees:**

The names of the trustees who served throughout the period and continue to serve at the date of the report's approval are:

- Emma Jeffrey
- Samantha Engbarth
- Jane Kenyon

**Bankers:**

Nedbank Private Wealth, Millenium Bridge House , 2 Lamberth Hill, London, EC4V 4GG

**Accountants:**

Rawlinson & Hunter, Eighth Floor, 6 New Street Square, London, EC4A 3AQ

**Independent Examiner:**

Christopher J Hawley FCA, Rawlinson & Hunter, Eighth Floor, 6 New Street Square, London, EC4A 3AQ

**2. STRUCTURE, GOVERNANCE AND MANAGEMENT**

The Charity was established by a Declaration of Trust dated 24 October 2017 and registered with the Charity Commission on 10 November 2017 as an unincorporated charitable trust governed by the proper law of England and Wales.

The entire resources of the Charity have been unrestricted throughout the period and the trustees have complete discretion for the use of the funds in pursuance of the Charity's objectives.

The management of the Charity is conducted solely by the trustees.

## **PEGASUS**

### **REPORT OF THE TRUSTEES (continued)**

**FOR THE PERIOD FROM 24 OCTOBER 2017 TO 31 DECEMBER 2018**

#### **2. STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)**

The trustees' investment powers are unrestricted.

The trustees shall hold at least two meetings in each calendar year.

The number of trustees shall be a minimum of two at any one time. Future trustees may be appointed by deed following a resolution of existing trustees. With the exception of the original trustees, each trustee shall retire from office after a term of three years. Retiring trustees may be re-appointed.

#### **Induction and Training**

Should new trustees be appointed, a formal induction process will be conducted by the trustees. Other trustee training is undertaken as and when appropriate. All trustees are aware of their legal duties and obligations in respect of the management of the Trust, including in relation to the protection of its assets.

#### **Trustees' Responsibilities Statement**

The trustees 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).

The law applicable to charities in England and Wales 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 Charity and of the incoming resources and application of resources of the Charity for that period. 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 2015 (FRS 102);
- 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; and
- 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 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 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 Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### **Internal Controls**

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

## **PEGASUS**

### **REPORT OF THE TRUSTEES (continued)**

**FOR THE PERIOD FROM 24 OCTOBER 2017 TO 31 DECEMBER 2018**

#### **2. STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)**

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 Trust 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.

This continuing process will identify risk areas to which the Charity is vulnerable and highlight any necessary safeguards that will need to be put in place. No major risks were identified at the date of these financial statements.

The trustees have signed fit and proper declarations in line with HMRC guidance.

#### **3. OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT**

The objectives of the Trust are to advance such charitable purposes (according to the law of England and Wales) as the trustees see fit from time to time.

The Trust is established for general charitable purposes and will operate as a grant making charity, supporting charitable projects, organisations and individuals with grants of varying sizes and durations.

The trustees must apply the income and at their discretion all or part of the capital of the Charity in promoting the objects in any part of the world as the trustees may, at their discretion, think fit.

##### **Grant Making Policy**

The trustees' grant making policy will be to generally consider making donations by way of direct funding and grants to charitable organisations, recognised as such in their respective jurisdiction. The recipient projects must be seen as exclusively charitable under English law. The Charity intends to put in place sound grant arrangements so that it can properly select appropriate grantees and impose prudent terms on grants, including, as appropriate, monitoring and evaluation of the way in which funds are applied by grantees.

##### **Statement of Public Benefit**

The trustees are aware of the Charity Commission guidance on Public Benefit and confirm that they have complied with the duty in Section 4 of the Charities Act 2011 to have due regard to it. consider the information which follows in this annual report, about the Trust's aims, activities and achievements in the areas of interest that the Charity supports demonstrates the benefit to its beneficiaries and through them to the Public, that arise from those activities.

## PEGASUS

### REPORT OF THE TRUSTEES (continued)

FOR THE PERIOD FROM 24 OCTOBER 2017 TO 31 DECEMBER 2018

#### 4. ACHEIVMENT AND PERFORMANCE

##### **Charitable Activities**

This is the Charity's first accounting period and two charitable donations have been made during this period. The trustees' grant making policies are set out in section 3 of this report.

#### 5. FINANCIAL REVIEW

Incoming resources totalled £477,370. The Charity's income was received from voluntary donations and deposit interest.

Charitable activities totalled £40,920 relating to charitable expenditure and governance costs incurred during the period. Governance costs relate to attendance by the trustees to a pilanthropy workshop and accountancy fees.

The balance of reserves at 31 December 2018 is £436,450.

##### **Investment Policy**

The trustees current investment policy is to invest in cash assets. The trustees will keep this investment policy under review.

##### **Reserves Policy**

The trustees have no outstanding commitments or cash demands which are not adequately covered by existing resources. The net assets of the Charity are regarded as free reserves and the funds at 31 December 2018 will be retained to make grants in accordance with the Charity's charitable objects.

The trustees will adopt a specific reserves policy in future years.

#### 6. PLANS FOR THE FUTURE

The trustees do not propose to deviate from the current objectives and activities of the Charity as detailed in section 3 of this report but will further develop and refine their strategies, policies and procedures in future.

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

***15 October 2019  
Emma Jeffrey***

## **REPORT OF THE INDEPENDENT EXAMINER TO THE TRUSTEES OF PEGASUS**

I report on the accounts of the charitable Charity for the period from 24 October 2017 to 31 December 2018 which are set out on pages 6 to 10.

### **Responsibilities and basis of report**

As the charity's trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

### **Independent Examiner's statement**

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the Act. I confirm that I am qualified to undertake the examination because I am a member of ICAEW, which is one of the listed bodies.

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

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.

***Christopher Hawley***

**22 October 2019**

Christopher J Hawley FCA  
Chartered Accountant and Independent Examiner  
Eighth Floor  
6 New Street Square  
New Fetter Lane  
London  
EC4A 3AQ

**PEGASUS**

**STATEMENT OF FINANCIAL ACTIVITIES**

**FOR THE PERIOD FROM 24 OCTOBER 2017 TO 31 DECEMBER 2018**

	<b>Page</b>	<b>Unrestricted Funds 2018 £</b>
<b>Income from:</b>		
Voluntary income (note 2)	9	476,864
Deposit interest		506
<b>Total income</b>		<u>477,370</u>
<b>Expenditure on:</b>		
Charitable activities (note 3)	10	40,920
<b>Total expenditure</b>		<u>40,920</u>
<b>Net income</b>		436,450
<b>Resources brought forward at 24 October 2017</b>		-
<b>Resources carried forward at 31 December 2018</b>		<u><u>£ 436,450</u></u>

There are no recognised gains or losses other than those included in the statement of financial activities.

All incoming resources and resources expended derive from continuing activities.



**PEGASUS**  
**BALANCE SHEET**  
**AT 31 DECEMBER 2018**

	<b>Page</b>	<b>Unrestricted Funds 2018 £</b>
<b>CURRENT ASSETS</b>		
Cash at bank (note 4)	10	438,970
		<hr/> 438,970 <hr/>
<b>CURRENT LIABILITIES</b>		
<b>Creditors</b> - amount falling due within one year (note 5)	10	2,520
<b>TOTAL NET ASSETS</b>		<hr/> £ 436,450 <hr/> <hr/>
<b>Represented by:</b>		
<b>Unrestricted funds</b>		<hr/> £ 436,450 <hr/> <hr/>

The financial statements were approved and authorised for issue by the Trustees and were signed on their behalf by:

***Emma Jeffrey***

***15 October 2019***

## PEGASUS

### NOTES TO THE FINANCIAL STATEMENTS

#### FOR THE PERIOD FROM 24 OCTOBER 2017 TO 31 DECEMBER 2018

## 1. ACCOUNTING POLICIES

### **Basis of accounting**

The accounting policies set out below have been agreed by the trustees on the basis that they will be adopted as they become relevant.

The financial statements have been prepared under the historical cost convention modified to include the revaluation of investment assets. 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 16 July 2014 (as updated by Update Bulletin 1 published on 2 February 2016) and the Charities Act 2011.

The trust continues as public benefit entity as defined by FRS 102.

The charity applied FRS 102 Update Bulletin 1 as published on 2 February 2016 and does not include a cash flow statement on the grounds that it is applying FRS 102 Section 1A.

### **Fixed Asset Investments**

Investments are included at closing mid-market value (excluding any accrued interest) at the Balance Sheet date. Realised gains and losses on investments are recognised on disposal of investments and any unrealised gain or loss on revaluation is taken to the Statement of Financial Activities. The determination of any gains and losses is calculated by reference to the value of such assets at the beginning of the accounting period.

### **Incoming resources**

Voluntary donations include donations under Gift Aid with the associated tax relief included when receivable. Interest from deposit accounts are included when receivable. All incoming resources are included in the Statement of Financial Activities ("SOFA") when the Trust is entitled to the income and the amount can be quantified with reasonable accuracy.

### **Resources expended**

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.

Charitable activities comprise grants and donations made during the period and are expended through the SOFA when the offer is conveyed to the recipient. The trustees have made the decision not to discount grants committed for future periods.

Governance costs relate to the general running of the Trust, as opposed to the management functions inherent in generating funds and are included in Charitable Activities.

### **Status of funds**

The entire resources of the Trust are unrestricted and the trustees have complete discretion for their use in pursuance of their objectives.

# PEGASUS

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD FROM 24 OCTOBER 2017 TO 31 DECEMBER 2018

### 1. ACCOUNTING POLICIES (continued)

#### 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 as expenditure.

#### Provisions

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

#### Taxation

The Charity is not subject to any taxes on its charitable activities.

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

#### 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 level of income and expenditure is sufficient with an income level of reserves for the Trust to be able to continue as a going concern.

<b>Page</b>	<b>Unrestricted Funds 2018 £</b>
-------------	--

### 2. VOLUNTARY INCOME

Donations	6	<u>£ 476,864</u>
-----------	---	------------------

## PEGASUS

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD FROM 24 OCTOBER 2017 TO 31 DECEMBER 2018

	Page	Unrestricted Funds 2018 £
<b>3. CHARITABLE ACTIVITIES</b>		
The following grants were awarded to charitable institutions during the period ended 31 December 2018:		
Changing Faces (Reg. charity no. 1011222)		19,931
Arts Network		9,447
		<hr/> 29,378
<b>Governance costs</b>		
Trustee philanthropy workshop		9,120
Accountancy fees		1,800
Independent examination fees		720
Bank refund		(98)
		<hr/> 11,542
<b>Total Charitable Activities</b>	6	<hr/> <hr/> £ 40,920
<b>4. CASH AT BANK</b>		
Nedbank Deposit		401,289
Nedbank		37,681
		<hr/>
	7	<hr/> <hr/> £ 438,970
<b>5. CREDITORS - amount falling due within one year</b>		
Accountancy fees		1,800
Independent Examination fees		720
		<hr/>
	7	<hr/> <hr/> £ 2,520

**6. RELATED PARTY TRANSACTIONS**

During the period to 31 December 2018, the charity received donations totalling £476,864 from a Will Trust of which, Emma Jeffrey and Jane Kenyon, trustees of the charity were also trustees of the trust.

No Trustee received any remuneration or reimbursement of expenses during the period to 31 December 2018.