

SOFRONIE FOUNDATION
(Registered Charity No. 1118621 and Company No. 06074877)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2009

RAWLINSON & HUNTER

Chartered Accountants
Eighth Floor, 6 New Street Square, London EC4A 3AQ

SOFRONIE FOUNDATION
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2009
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SOFRONIE FOUNDATION
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2009

The Trustees present their report and the independently audited financial statements for the year to 31 March 2009. These have been prepared in accordance with the accounting policies set out on page 13 and comply with applicable charity law.

1. REFERENCE AND ADMINISTRATIVE DETAILS

Sofronie Foundation ("Foundation"), registered charity number 1118621 and company number 06074877, is based and administered in the United Kingdom. The registered address is Eighth Floor, 6 New Street Square, New Fetter Lane, London, EC4A 3AQ.

Directors and Trustees:

The names of the Directors, who are also the Trustees, who served throughout the year and continue to serve at the date of this report's approval are:

- Hendricus (Harold) Coenradus Albertus Goddijn
- Corinne Daniele Goddijn-Vigreux
- Jacqueline Higgin
- Nicholas Mark Kaufmann
- Zaneta Felicja Laurence (appointed 1 December 2008)

Bankers:

Goldman Sachs, Peterborough Court, 133 Fleet Street, London, EC4A 2BB

Barclays, 1 Churchill Place, London, E14 5HP

Independent Auditor and Accountants:

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

Solicitors:

Withers LLP, 16 Old Bailey, London, EC4M 7EG

Company Secretary:

Mrs Vivien Clare Gunn, 25 Southampton Buildings, London, WC2A 1AL

Website:

www.sofronie.org

2. STRUCTURE, GOVERNANCE AND MANAGEMENT

Sofronie Foundation is a company limited by guarantee governed by its Memorandum and Articles of Association dated 30 January 2007 and is registered as a charity with the Charity Commission.

Three Trustees are resident in the United Kingdom and two Trustees are resident in The Netherlands. The Trustees meet at least four times each year to discuss and develop the Foundation's goals and strategy and to review grant proposals and general grant requests.

SOFRONIE FOUNDATION**ANNUAL REPORT OF THE TRUSTEES (continued)****FOR THE YEAR ENDED 31 MARCH 2009****2. STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)**

The number of Trustees shall be a minimum of three at any one time and new Trustees shall be appointed by ordinary resolution by the existing Trustees. The maximum number of Trustees may be fixed but if not fixed, will be seven. The range of skills represented on the Trustee Board will be kept under review as the Foundation develops over time.

Vivien Gunn, Head of the Foundation and Company Secretary, is charged by the Trustees to administer and manage the Foundation which includes identifying and assessing charities and sourcing and reviewing grant applications which the Trustees anticipate may be in line for support from the Foundation. The Head of the Foundation is entrusted to develop and manage external relationships and to report and communicate with Trustees on all aspects of the Foundation's work.

The Foundation is a member of the Association of Charitable Foundations (ACF) which provides help and support for grant-making trusts and foundations. The Head of the Foundation attends courses and seminars offered by the ACF as well as other conferences and special events as appropriate.

Induction and Training

As part of their training, Trustees are given an information pack which includes the Foundation's Memorandum and Articles of Association and Charity Commission guidance on Trustees' Responsibilities. The Foundation also takes advantage of the trustee induction sessions offered by the Association of Charitable Foundations. All Trustees are kept informed at meetings of their duties and obligations under the law in addition to their proper conduct.

The Trustees are aware of their obligations to ensure new Trustees are properly versed in their role. A similar induction process will be undertaken for new Trustees as the Foundation develops and will include providing the Trustees with additional documentation such as recent annual reports, grant making policy and relevant minutes. The training of Trustees will be kept under review.

Trustees' Responsibilities

Company law requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the state of the affairs of the charity and of the incoming resources and application of resources, including the net income or expenditure, of the charity for that period. In preparing those financial statements, the Trustees are required to:

- Select suitable accounting policies and apply them consistently;
- Observe the methods and principles in the charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK accounting standards and statement of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue.

SOFRONIE FOUNDATION
ANNUAL REPORT OF THE TRUSTEES (continued)
FOR THE YEAR ENDED 31 MARCH 2009

2. STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

The Trustees are responsible for keeping proper 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 1985. 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 are responsible for the maintenance and integrity of the corporate and financial information included on the charity's website.

Disclosure of information to Auditors

In the case of each person who was a director at the time this report was approved:

- So far as we are aware, there is no relevant information of which the auditor is unaware; and
- We have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant information, and to establish that the charity's auditor is aware of that information.

Reserves Policy

During this period grants received by the Foundation have matched those paid out or accrued by the Trustees. The Trustees' continuing aim is to build a solid financial base to support the Foundation.

The Trustees have no outstanding commitments or cash demands which are not adequately covered by existing resources. At this stage the Trustees feel that it would be inappropriate to adopt a specific reserves policy. The Trustees will keep this under constant review. In future years a specific reserves policy may be required.

Risk Management

A risk assessment has been undertaken which comprises of:

- An annual review of the risks the charity 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 Foundation 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 accounts.

3. OBJECTIVES AND ACTIVITIES

The objects of the Foundation are to further such charitable purposes and to benefit such charitable institutions as the Trustees think fit. However, its main interest is to improve the lives of children and young people in the UK and overseas from socially disadvantaged backgrounds by increasing their educational opportunities and in particular by paying special attention to supporting orphaned and vulnerable children.

Trustees will refine and develop their focus areas on an ongoing basis as the Foundation establishes itself over time.

SOFRONIE FOUNDATION
ANNUAL REPORT OF THE TRUSTEES (continued)
FOR THE YEAR ENDED 31 MARCH 2009

3. OBJECTIVES AND ACTIVITIES (continued)

In the forthcoming year the Trustees, whilst wishing to remain flexible, aim to continue taking special interest, though not exclusively, in funding work in the UK and overseas which focuses on support for under 11 year olds in order to raise their educational attainment levels. This may include providing early intervention programmes as well as support services around schooling which may include improving school attendance rates, parenting skills and the emotional and behavioural well-being of children.

The Trustees continue to take a special interest in the de-institutionalisation of children's orphanages in Central and Eastern Europe and take an interest in its expansion to other countries where children's lives could be improved substantially by moving them away from institutions and into a family environment.

The Trustees intend to expand funding to more countries.

The Trustees have a number of powers which are detailed in the memorandum of association and which may be exercised only in promoting the objects.

The Trustees must use the income and may use the capital of the Foundation in promoting the objects.

4. GRANT MAKING POLICIES

The Trustees' grant making policy in the Foundation's second year has been to continue to make donations to registered charitable organisations. The Trustees pay due care and attention to ensure that the work considered for funding delivers public benefit as per the Charity Commission's guidance.

Of the total of nine UK registered charities which received Sofronie Foundation grants, six further their charitable activities in the UK and three overseas. One of the charities fell outside the Trustees' normal area of funding demonstrating their wish to remain flexible.

Grants made during the year

During the year the Trustees made grants totalling £1,482,011 (2008: £1,106,932):

- The Trustees resolved to support the Royal Free Cancerkin Breast Cancer Trust, known as Cancerkin. It provides free information, treatment, supportive care and rehabilitation for patients with breast cancer and support for those close to them and thereby supports patients through a very difficult time in their lives. It offers education and training for health professionals, students and volunteers. It undertakes and collaborates in research into breast cancer and benign breast disease. The Trustees made two grants to Cancerkin: £50,000 towards Cancerkin's everyday services at the Cancerkin Centre, Royal Free Hospital which include massage, reflexology, pilates, yoga, reiki, art therapy, creative writing and a Lymphoedema Clinic and £50,000 for the Intrabeam Equipment Trial (Targit) towards the purchase of the Intrabeam radiotherapy equipment to pioneer giving targeted radiotherapy in theatre at the Royal Free Hospital immediately after cancer surgery, directly to the breast cancer site. This is part of a worldwide research trial. If successful it will mean patients will not have to travel daily for six weeks to receive post operative radiotherapy thereby reducing waiting for radiotherapy treatment.

SOFRONIE FOUNDATION

ANNUAL REPORT OF THE TRUSTEES (continued)

FOR THE YEAR ENDED 31 MARCH 2009

4. GRANT MAKING POLICIES (continued)

It will free up radiotherapy equipment for other NHS patients and patients will be able to return to their normal life faster after surgery.

- The Trustees approved a three year total grant of £163,119, subject to annual review, to Elfrida Rathbone Camden (ERC), a London based charity founded in 1982 which provides a range of services to disadvantaged families and children and young people with learning, social, emotional and behavioural problems. The grant was restricted to funding the expansion of the SEN Advocacy team by recruiting an additional Senior Advocate to take on complex cases requiring representation at tribunals and school exclusion hearings on a pan London basis to support the most vulnerable families. SEN Advocacy offers an independent advocacy service for parents of children with special educational needs and/or disabilities and whose children may have been or are in danger of being excluded from school. It provides information, mediation and advocacy between children, parents, schools and other agencies with the aim of ensuring the child is attending a school and therefore receiving an education and that the school is best suited to its needs.

However, at the time of writing this report, ERC had taken the decision to limit SEN Advocacy services to residents of Camden only and the post of Senior Advocate, funded by Sofronie Foundation on a full cost recovery basis, is no longer in place. Regrettably as a result of this, the Sofronie Foundation grant has come to an end. During the first year of this grant, SEN Advocacy offered a pan London service to families and their children and provided a Senior Advocate to represent complex cases. Funding for the first year was £52,653 and £11,988 was remitted in the second year to cover the funding of the Senior Advocate post until it came to an end on 18th September 2009.

- The Trustees approved a grant of £300,000 to Every Child a Chance Trust (ECaC) for their Every Child Counts early intervention numeracy programme to be piloted over three years. This charity aims to unlock the educational potential of socially disadvantaged children through the development and promotion of evidence-based early intervention programmes. Building on the success of the Every Child a Reader literacy programme, the Every Child Counts programme has secured the support of business, charitable trusts and government to address the numeracy difficulties experienced by 7 year olds by developing a numeracy intervention programme which is being tested extensively in primary schools and evaluated independently. Numeracy failure carries high social costs leading to unemployment and crime. A national programme to address numeracy failure would have positive social and economic impact. The programme intends to show the savings to society that will result from early intervention.
- The Trustees approved two separate grants to Child Welfare Scheme (CWS) a UK charity whose work concentrates on the welfare of children and young people in Nepal. The first grant for £66,728 was for the JYOTI Vocational Training Centre run by a close and longstanding local NGO partner of CWS. It currently trains 114 marginalized young people on a two-year residential basis to learn a trade in order to gain employment and reintegrate with their family. In Nepal many young people are trafficked into prostitution and live rough on the streets. These young people face immense difficulties escaping from this background but the JYOTI centre gives them a fighting chance to do so. Over 80% of the young people complete their course, find employment, overcome the stigma of their previous life and thereby reunite with their family who rely on the next generation to support them in their old age.

The second grant for £20,642 was for CWS' Flying Start to Learning project. The project is based in the region of Kapilvastu and is being implemented by local NGO partner Seto Gurans Kapilvastu. The aim of the project is to introduce Early Childhood Development Teaching methods to 30 pre-school centres. The project aims to teach learning through play methods, to communicate the benefits of an education to parents and to increase school attendance rates and overall increase educational attainment, particularly amongst girls and disadvantaged groups of children.

SOFRONIE FOUNDATION**ANNUAL REPORT OF THE TRUSTEES (continued)****FOR THE YEAR ENDED 31 MARCH 2009****4. GRANT MAKING POLICIES (continued)**

The Head of Foundation visited CWS in Pokhara, Nepal in November 2008 and visited CWS projects extensively and was able to recommend further funding of CWS work.

- The Trustees approved a grant of £160,000 to the Royal Wanstead Children's Foundation (RCWF), a 180 year old charity which helps to fund boarding school education for vulnerable children with one or no parents whose home or environment is seriously detrimental to their normal development, where no other care is available and where the child and their parent/guardian/carer wholeheartedly support the boarding school option. The children benefit from high levels of pastoral care and individual attention at their boarding schools. The Foundation's grant has assisted 96 children to attend boarding school. Each child's funding package often includes a school bursary and grants from other charitable organisations. RWCF advocate that assisted boarding school education should be considered as an option in a set of measures consistent for children either in the care of local authorities or in danger of being taken into care. In the context of troubled home lives, it believes that placing a child in a boarding school may result in keeping a family together by giving parents a chance to rebuild their life and secure employment.
- The Trustees approved a grant of £150,000 to Kenyan Orphan Project (KOP), a UK charity supporting projects helping orphaned and vulnerable children in Kisumu, western Kenya. The grant was specifically to fund KOP to set up their first UK office and employ a Director and a Student Co-ordinator as well as provide funding towards projects in Kisumu. KOP was founded by three medical students in 2001 who are now doctors and Trustees of KOP. An important part of KOP's work is to mobilise medical students in the UK to raise funds for KOP projects. Medical students visit and support projects in Kisumu. KOP aims to raise awareness of international child health issues amongst the UK medical student community. In the context of hunger, disease, homelessness, extreme poverty and HIV/AIDS, the work which KOP supports provides children with a chance to survive by feeding them, giving them basic necessities (shoes, uniform, accommodation, medicine) as well as supporting them through education. The Head of the Foundation travelled to Kisumu in October 2008 to visit the majority of KOP projects and was accompanied by KOP Trustees, newly recruited KOP Director and KOP Student Co-ordinator as well as local NGO implementing partners. The Foundation believes the expanded KOP team works very well and that the charity has a firm basis from which to develop.
- The Trustees approved a grant for £350,000 to Hope and Homes for Children (HHC) towards the closure of the children's Pietricia Institution in the town of Comanesti in Bacau County, Romania. The grant pays for two houses to be purchased and renovated as well as implementations costs towards the closure of the institution. At the outset of the project 134 children were living in this institution. The children are fully assessed by a team of professionals to understand the child's needs and explore different options for re-homing the children. These options include placing the child with its original birth family, foster carers, existing community care services or moving the children into small family style HHC homes of around 10 children per house. A great deal of care is taken to decide the best course of action and the children are consulted and involved in discussions regarding their re-homing. Children spend time familiarising themselves with their new home before the institution is closed so that transition is smooth. Once re-homed the children and their parents/carers receive ongoing support to ensure the re-homing process is successful. The Pietricia Institution closure has been progressing very well thanks to a successful working partnership with the local authorities involved in this project. Children are looking forward to moving into their new homes in February 2010. This will represent the second institution closure supported by the Foundation. It has been a tremendously rewarding experience to be able to support such a transformational change in childcare services.

SOFRONIE FOUNDATION

ANNUAL REPORT OF THE TRUSTEES (continued)

FOR THE YEAR ENDED 31 MARCH 2009

4. GRANT MAKING POLICIES (continued)

- The Trustees approved a grant of £200,000 to the Kids Company (Keeping Kids Company) Schools Intervention Programme. Kids Company support children in 38 inner city London schools, mostly at primary school level, where there are high rates of child poverty. The children are supported in a variety of ways by the Kids Company team. This may include 1:1 counselling, art and drama therapy, social work advocacy, mentoring, in-class support as well as support to the child's family. The support provided by Kids Company helps the children with improvements in emotional and physical well-being, anger management and behaviour, engagement in relationships and engagement with education.
- The Trustees approved a grant of £70,000 to Chance UK for their everyday work which is to recruit, train and monitor adult volunteers to mentor under 11 children for one year with weekly outings within a defined agenda for change tailored to each child. The children who are mentored have a range of difficult problems needing attention. The aim of Chance UK is to introduce stability into the child's life, reduce social isolation, specifically address individual difficulties experienced by the child, support the child as it progresses, channel disruptive energy into worthwhile projects and encourage a sense of personal achievement and self worth in the child.

5. INTERNAL CONTROLS

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

The system of internal controls is designed to provide reasonable, but not absolute, assurance against material misstatement or loss.

6. FINANCIAL REVIEW

Incoming Resources & Resources Expended

Incoming Resources

Incoming resources totalled £1,726,226 for the year to 31 March 2009, an increase of 23% from £1,405,253 in 2008.

Charitable activities

Charitable activities include direct charitable expenditure for the year of £1,332,523 and future commitments of £149,488 (2007/08 - £1,106,932). All grants made are in line with the Trustees' grant making policy as prescribed under Section 4 of this report. A full list of the grants made during the year ended 31 March 2009 is shown on page 14.

SOFRONIE FOUNDATION

ANNUAL REPORT OF THE TRUSTEES (continued)

FOR THE YEAR ENDED 31 MARCH 2009

7. PLANS FOR THE FUTURE

The Trustees do not propose to deviate from the current objectives and activities of the Foundation as detailed in section 3 (page 4) of this report.

8. AUDITORS

A resolution was passed at the Trustees' meeting, that Rawlinson & Hunter be re-appointed as auditors to the Foundation for the year to 31 March 2010.

**Approved by the Trustees on 17 November 2009
and signed on their behalf by:**

Jacqueline Higgin
Nicholas Mark Kaufmann
Zaneta Felicja Laurence

REPORT OF THE INDEPENDENT AUDITOR
TO THE TRUSTEES OF
THE SOFRONIE FOUNDATION

We have audited the financial statements of the Trustees of Sofronie Foundation (the "charity") for the year to 31 March 2009 which comprise the Statement of Financial Activities, the Income and Expenditure Account, Balance Sheet and the related notes. These financial statements have been prepared under the historic cost conventions and under the accounting policies set out therein.

This report is made solely to the charity's Trustees, as a body, in accordance with Section 43 of the Charities Act 1993 and regulations made under Section 44 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 auditor's 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 the charity's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Trustees and auditors

As described in the Trustees' Responsibilities, the Trustees (who are also the directors for the purpose of Company law) are responsible for the preparation of the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The Trustees have elected for the financial statements not to be audited in accordance with Part VII of the Companies Act 1985. Accordingly we have been appointed as auditors under Section 43 of the Charities Act 1993 and report in accordance with regulations made under Section 44 of that act. Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards of Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the relevant financial reporting framework and are prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Trustees' Report is consistent with the financial statements, if the charity has not kept proper accounting records or if we have not received all the information and explanations we require for our audit, or if information specified by law regarding Trustees' remunerations and other transaction is not disclosed.

We read the Trustees' Annual Report, and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**REPORT OF THE INDEPENDENT AUDITOR
TO THE TRUSTEES OF
THE SOFRONIE FOUNDATION
(continued)**

Opinion

In our opinion the financial statements:

- give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the charity's affairs as at 31 March 2009 and of its incoming resources and application of resources, including its income and expenditure, for the period then ended;
- have been properly prepared in accordance with the Companies Act 1985.

Rawlinson & Hunter
Chartered Accountants
Eighth Floor
6 New Street Square
New Fetter Lane
London
EC4A 3AQ

Date: 17 November 2009

SOFRONIE FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 31 MARCH 2009

	Page	Unrestricted Funds 2009 £	Unrestricted Funds 2008 £
INCOME AND EXPENDITURE			
Incoming resources			
Incoming resources from generated funds			
Voluntary income (note 2)	14	1,714,572	1,402,152
Deposit interest		11,654	3,101
Total incoming resources		<u>1,726,226</u>	<u>1,405,253</u>
Resources expended			
Charitable activities (note 3)	14	1,482,011	1,106,932
Support costs (note 4)	14, 15	57,345	66,422
Governance costs (note 5)	15	13,784	4,818
Total resources expended		<u>1,553,140</u>	<u>1,178,172</u>
Net incoming resources before other recognised gains		173,086	227,081
OTHER RECOGNISED GAINS			
Realised gain on foreign currency transactions		87	3
Net Incoming Resources		173,173	227,084
Fund balances brought forward at 1 April 2008		<u>227,084</u>	<u>-</u>
Total funds carried forward at 31 March 2009	12	<u><u>£400,257</u></u>	<u><u>£227,084</u></u>

All of the above results are derived from continuing activities. There are no other gains and losses recognised during the year.

SOFRONIE FOUNDATION

BALANCE SHEET

AT 31 MARCH 2009

	Page	Unrestricted Funds 2009 £	Unrestricted Funds 2008 £
CURRENT ASSETS			
Prepayment (note 6)	15	1,256	-
Debtors (note 7)	15	24,953	84,615
Cash at bank (note 8)	16	574,221	201,159
		<u>600,430</u>	<u>285,774</u>
Creditors - Amounts falling due in one year (note 9)	16	200,173	58,690
		<u>£ 400,257</u>	<u>£ 227,084</u>
Net Assets			
		<u>£ 400,257</u>	<u>£ 227,084</u>
Represented by:			
Unrestricted funds		<u>£ 400,257</u>	<u>£ 227,084</u>

The trustees are satisfied that the company was entitled to exemption from audit under subsection (2) of Section 249A of the Companies Act 1985 and that members have not required an audit in accordance with subsection (2) of Section 249B. However, an audit is required in accordance with Section 43 of the Charities Act 1993.

The trustees acknowledge their responsibilities for:

- (i) ensuring that the company keeps accounting records which comply with Section 221 and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the charitable company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the charitable company.

**Approved by the Trustees on 17 November 2009
and signed on their behalf by:**

Jacqueline Higgin
Nicholas Mark Kaufmann
Zaneta Felicja Laurence

SOFRONIE FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2009

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention and are in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2005), and applicable UK Accounting Standards, with the following significant accounting policies:-

Under Financial Reporting Standard 1, the charity is exempt from the requirement to prepare a cashflow statement on the grounds of its size.

Incoming resources

Voluntary donations and income from interest bearing deposit accounts are included when the charity is legally 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 of grants and donations made during the period and are expended through the Statement of Financial Activities 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 Foundation, as opposed to the management functions inherent in generating funds.

Status of funds

The entire resources of the fund are unrestricted and the Trustees have complete discretion for their use in pursuance of its objectives.

Foreign currency

Assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. Transactions denominated in foreign currencies are converted at the rate of exchange ruling at the date of the transaction. All translation differences are taken to the statement of financial activities as they arise.

Pensions

The Foundation contributes to personal pension plans in respect of their employee. The expenditure charged in the financial statements represents contributions payable in respect of these schemes during the year.

Taxation

The charity is exempt from taxation on its charitable activities.

SOFRONIE FOUNDATION

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2009

	Page	2009 £	2008 £
2. VOLUNTARY INCOME			
Donations received		1,687,000	1,317,537
Gift Aid relief		22,217	84,615
HM Revenue & Customs interest on gift aid relief		2,689	-
Transitional relief on Gift Aid		2,666	-
	11	<u>£1,714,572</u>	<u>£1,402,152</u>
3. CHARITABLE ACTIVITIES			
Hope & Homes for Children (EUR420,000) (registered charity no. 1089490)		350,000	213,140
Keeping Kids Company (registered charity no. 1068298)		200,000	400,000
Every Child a Chance Trust (registered charity no. 1122108)		200,000	-
Royal Wanstead Children's Foundation (registered charity no. 310916)		160,000	150,000
Kenyan Orphan Project (registered charity no. 1118528)		112,500	-
Royal Free Cancerkin Breast Cancer Trust (registered charity no. 1085517)		100,000	-
Child Welfare Scheme (registered charity no. 1106156)		87,370	66,255
Chance UK Ltd (registered charity no. 1046947)		70,000	-
Elfrida Rathbone (Camden) (registered charity no. 291214)		52,653	-
Camfed International (registered charity no. 1029161)		-	250,000
Mosoly Alapitvany (EUR 24,400)(registered charity no. AM 1239)		-	17,537
The Wandle Trust (registered charity no. 1091000)		-	10,000
Total paid		<u>1,332,523</u>	<u>1,106,932</u>
Provision for future commitments (note 10)	16	<u>149,488</u>	-
Grants payable	11	<u>£1,482,011</u>	<u>£1,106,932</u>
4. SUPPORT COSTS			
Staff costs - staff salary		35,750	37,917
Staff costs - employer's national insurance		3,880	4,185
Staff costs - staff pensions		2,145	2,100
Staff costs - other staff benefits		2,638	1,821
Legal fees		6,281	6,777
Balance carried forward to next page	15	<u>50,694</u>	<u>52,800</u>

SOFRONIE FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2009

	Page	2009 £	2008 £
4. SUPPORT COSTS (continued)			
Balance brought forward from previous page	14	50,694	52,800
Travel and subsistence expenses		4,280	540
Conferences and training costs		1,270	879
Subscriptions		419	155
Insurance		253	-
Printing and stationery expenses		236	1,554
IT support		176	-
Marketing costs		17	10,494
	11	<u>£ 57,345</u>	<u>£ 66,422</u>
<p>Total average number of employees, excluding Trustees was 1. The Trustees were not paid any salaries, nor any expenses during the period</p>			
5. GOVERNANCE COSTS			
Accountancy fees		9,581	3,055
Audit fees		4,102	1,763
Bank charges		101	-
	11	<u>£ 13,784</u>	<u>£ 4,818</u>
6. PREPAYMENT			
Association of Charitable Foundations	12	<u>£ 1,256</u>	<u>£ -</u>
7. DEBTORS			
Gift Aid relief		22,217	84,615
Transitional relief on Gift Aid		2,666	-
Charitable Foundation's refund		70	-
	12	<u>£ 24,953</u>	<u>£ 84,615</u>

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	Page	2009 £	2008 £
8. CASH AT BANK			
Goldman Sachs Income Account		348,165	183,665
Goldman Sachs Euro Revenue Account		1,763	44
		<u>349,928</u>	<u>183,709</u>
Barclays Current Account		224,293	17,450
	12	<u>£ 574,221</u>	<u>£ 201,159</u>
9. CREDITORS - amounts falling due within one year			
Grants payable (note 10)	14, 16	149,488	-
Staff costs		44,544	46,023
Accountancy fees		3,266	2,191
Audit fees		2,875	1,763
Marketing costs		-	3,641
Legal fees		-	3,466
Travel and subsistence expenses		-	1,606
	12	<u>£ 200,173</u>	<u>£ 58,690</u>
10. CHARITABLE ACTIVITIES - GRANTS PAYABLE			
At 31 March 2009, the following grants were committed to be paid in subsequent years:			
Payable within one year (note 9):			
Every Child a Chance Trust		100,000	-
Kenyan Orphan Project		37,500	-
Elfrida Rathbone		11,988	-
		<u>149,488</u>	<u>-</u>
Total grants payable (note 3)	14	<u>£ 149,488</u>	<u>£ -</u>

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11. RELATED PARTY TRANSACTIONS

One of the Trustees has donated total funds of £1,687,000 to the charity in the year. The same trustee is also a trustee of the Every Child a Chance Trust (registered charity no. 1122108), of which £200,000 was donated during the year, with a further £100,000 commitment within one year.

Nicholas Mark Kaufman is also a trustee of The Queille Trust (registered charity number 1103176). There were no transactions between the two charities during the year to 31 March 2009.

12. ULTIMATE CONTROLLING PARTY

The Trustees consider that the charity is jointly controlled by the Trustees and that there is no ultimate controlling party.