

Registered number: 06758215
Charity number: 1129409

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

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RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)

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TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2017

The Trustees (who are also directors of the charity for the purposes of the Companies Act) present their annual report together with the audited financial statements of Raspberry Pi Foundation (the company) for the year ended 31 December 2017. The Trustees confirm that the Annual Report and financial statements of the company and the group comply with the current statutory requirements, the requirements of the company and the group's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT

a. POLICIES AND OBJECTIVES

The Raspberry Pi Foundation is a registered charity whose charitable purposes defined within the Charities Act 2011 are to advance education of adults and children, particularly in the field of computers, computer science and related subjects.

The Trustees confirm that they have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to the Charity Commission's general guidance on public benefit, and that the purpose and aims of Raspberry Pi Foundation are for the greater public good.

b. STRATEGIES FOR ACHIEVING OBJECTIVES

At the end of 2015 the Board of Trustees agreed and published a new three-year strategy for the Foundation. Over the period of the strategy, the mission of the Foundation is to put the power of digital making into the hands of people all over the world.

To achieve this, the Foundation has been focused on three main areas of activity during 2017:

- Providing low-cost, high-performance computers that people use to learn, to solve problems, and have fun.
- Making computing and digital making more relevant and accessible to more people through outreach and educational programmes.
- Helping people to learn about computing and how to make things with computers through resources and training.

STRATEGIC REPORT

ACHIEVEMENTS AND PERFORMANCE

a. REVIEW OF ACTIVITIES

The Trustees consider that 2017 has been a year of significant growth in the reach and impact of both the Foundation's charitable activity and commercial business.

Through its Trading subsidiary, Raspberry Pi (Trading) Limited, the Foundation has continued to make low-cost, high powered computers available to people all over the world, ending the year with cumulative sales of nearly 17 million units of its flagship product.

In 2017 the Trading subsidiary launched the Raspberry Pi Zero W, a \$10 version of its lowest price entry-level product, with wireless and Bluetooth capability. The Trading subsidiary also made significant updates to its free software, including making the Raspberry Pi Desktop available for use on PC or Mac via a bootable DVD or USB stick.

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The Trading subsidiary has also continued to expand its portfolio of publications, including launching a new magazine, Hack Space. The continuing success of this commercial activity has helped advance our charitable mission and provided funds that support our wider educational activities.

We have continued to engage young people in learning about computing and digital making through the Foundation's educational programmes.

Code Club has continued to grow, with over 10,000 active clubs around the world at the end of 2017, serving over 150,000 young people aged 9-13 years old. Over 40% of the young people attending Code Clubs during the year were girls.

In May, we announced a merger with the Hello World Foundation (known as CoderDojo Foundation), an Irish-based charity that supports a global network of volunteer-led coding clubs for 7-17 year olds. During 2017, we grew the network of active CoderDojos to over 1,500 clubs in 85 countries.

The Foundation also ran a number of competitions in 2017 designed to excite and engage young people to get involved in computing and digital making. Over 6,800 young people from across Europe had code they had written run on the International Space Station as part of Astro Pi, our collaboration with the European Space Agency. Over 950 young people took part in a series of competitions as part of the Pioneers programme.

The Foundation also continued to build and engage with the community in a wide variety of events and online forums, reaching hundreds of thousands of people during the year.

We expanded our support to educators and volunteers through a series of online training courses that attracted over 19,000 active participants during the year. Through our face to face training programme, Picademy, we trained 650 educators in the UK and US, bringing the total number of certified educators to over 1,500.

Our online content and curriculum has continued to grow, with over 200 free projects that were accessed by 8.5 million unique users in 2017. We launched a new platform to deliver these educational resources, which has received positive feedback from users.

The Foundation has continued to invest in research and evaluation across all of its activities and has published several reports during the year, including the results of a randomised control trial into the effectiveness of Code Club. We remain committed to investing in effective research and evaluation of our work in future.

In order to advance our charitable objectives in North America, the Foundation established a US-based corporation, which has achieved 501(c)(3) status under the US Internal Revenue Code and is exempt from federal income tax. The team based in San Francisco is focused on extending our programs to support young people and educators in the US.

Following the merger with the CoderDojo Foundation, the whole Group of companies employed 116 people at the end of 2017. However, the Trustees note that the breadth and scale of our activities is only possible thanks to the huge community of volunteers who support our mission in different ways. The Trustees would like to record our gratitude for the significant contribution those volunteers make to the work of the Foundation.

Investment returns on the charity's investment portfolio were satisfactory for the year. £5.0m was transferred to the portfolio during the year (making £11.0m to date) which is considered a strategic reserve for funding the charity's continuing operations.

FINANCIAL REVIEW

a. GOING CONCERN

The trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements.

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b. FINANCIAL PERFORMANCE

Overall the group had net income for the year of £8,124,091 (2016 - £7,549,408), including a £8,121,392 surplus on unrestricted funds (2016 - £7,725,565).

c. KEY PERFORMANCE INDICATORS

The charity has determined key performance indicators by which the development, performance or position of the various elements of its operations can be effectively measured.

The following are considered to be key performance indicators, the measure of which is to achieve growth versus the previous financial year:

	2017	2016
Total group income	£28,151,736	£17,566,592
Average number of group staff	97	61
Gift Aid received from Trading subsidiary	£7,500,000	£6,000,000

d. RESERVES POLICY

The Trustees have examined the requirements for free reserves i.e. those unrestricted funds not invested in tangible fixed assets or otherwise committed. The Trustees consider that given the nature of the organisation's work, the charity should aim to maintain a strategic reserve sufficient to cover 3 years of operational expenditure without relying on additional income. This is intended as a contingency to cover operational expenditure in the event of trading income of its subsidiary declining.

The consolidated balance sheet shows total funds of £22,917,582 which includes grants subject to donor imposed conditions and general funds. Unrestricted funds of the charity including its subsidiaries at 31 December 2017 were £22,874,446.

STRUCTURE, GOVERNANCE AND MANAGEMENT

a. CONSTITUTION

The company and the group is registered as a charitable company limited by guarantee and was set up, and is governed by, its Articles of Association, which were updated 3 December 2015. It is registered as a charity with the Charity Commission, under charity number 1129409.

b. METHOD OF APPOINTMENT OR ELECTION OF TRUSTEES

The management of the charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association. The Board of Trustees meets regularly in order to discuss the operations of the charity. The rules for the appointment and election of trustees is found in our Terms of Reference for the Nomination Committee which has a formal, rigorous and transparent procedure for the appointment of new members of the Foundation and for trustees. The committee gives full consideration to succession planning for members and trustees of the Foundation and must be satisfied that plans are in place for orderly succession for members, trustees and senior management of the Foundation. The Nomination Committee is also responsible for identifying and nominating, for the board's approval, candidates from a wide range of backgrounds to be appointed as members and to fill board vacancies. Before the board makes any appointment to either the membership of the Foundation or the trustees the committee will evaluate the balance of skills, experience, independence, knowledge and diversity.

Any appointment of a trustee is then voted for by the membership annually at the AGM. The trustees are put in place for a term of 3 years at a time.

c. POLICIES ADOPTED FOR THE INDUCTION AND TRAINING OF TRUSTEES

New Trustees are briefed on their legal obligations under Charity and Company Law, the content of the Articles

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of Association, the Trustee decision making processes, and recent financial performance of the charity. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role, and Trustees' meetings whenever possible in order to maintain their awareness of the charity's activities.

d. ORGANISATIONAL STRUCTURE AND DECISION MAKING

The Trustees are responsible for establishing the overall policy and direction to enable the charity to meet its objectives. The key management decisions are taken by the Trustees as a whole although the Trustees have delegated certain types of management decisions to the company's executive staff. There are also various committees of the Board in place, namely the Investment Committee, the Pay and Remuneration Committee and the Nomination Committee.

The constitutional documents give day to day running of the organisation to the CEO subject to certain reserved matters.

e. RISK MANAGEMENT

The Trustees regularly review the major risks to which the charity is exposed and are satisfied that adequate controls are in place to mitigate such risks.

The Trustees have a risk management strategy which comprises:

- a periodic review of the risks the charity might face including: risks to income including dependency on contracts; operational issues; risks relating to staff retention; financial risks relating to investment returns and foreign exchange; and reputational risk and threat
- the establishment of systems and procedures to mitigate those risks identified in the plan; and
- the implementation of procedures designed to minimise any potential impact on the charity should those risks materialise.

f. RISKS AND UNCERTAINTIES

The major risk and uncertainty relates to failure to receive donations to support the charitable activities. The ongoing Gift Aid from its trading subsidiary forms a major part of the charity's income and any deterioration in the subsidiary company's trade would directly impact the charity. Principal risks and uncertainties identified impacting the trading company are:

- a) There may be new competitors in the trading subsidiary's market space – the subsidiary continues to keep building exciting and innovative products and keep costs as low as possible to mitigate this risk;
- b) There may be component shortages that give the subsidiary issues in meeting demand for its products – the subsidiary utilises multiple suppliers to mitigate this risk;
- c) There may be a risk of the subsidiary losing key personnel – the subsidiary provides a stimulating work environment and offers rewarding compensation and benefits packages to retain and attract new employees.

g. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

In common with other businesses, the charity aims to minimise financial risk. The measures used by the Trustees to minimise risk include the preparation of incoming resources and cash flow forecasts, regular monitoring of actual performance against these forecasts and ensuring that adequate financing facilities are in place to meet the requirements of the business.

Costs are carefully monitored to ensure they remain within the constraints of the budget.

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The group trading subsidiary uses various financial instruments which include various items such as trade debtors and trade creditors that arise directly from its operations. The main purpose of these financial instruments is to provide working capital for the trading operations.

The main risk arising from the group's trading operations are currency and credit risk. Management reviews and agree policies for managing each of these risks and they are summarised below.

Currency Risk

The group generates revenue and sources a significant proportion of its goods in foreign currency. The company holds bank accounts in foreign currency to help mitigate the company's foreign exchange risk.

Credit Risk

In order to manage credit risk management set limits for customers based on payment history. Credit limits are reviewed by the credit controller on a regular basis in conjunction with debt ageing and collection history.

Investment Policy

The company's investment portfolio is split between two investment managers. The company desires a medium to high risk profile and is comfortable with moderate capital volatility associated with typical market cycles and expects active management and a diversified portfolio to minimise risk, with not more than 10% of the portfolio placed with one counterparty. There is an investment committee that meets periodically with the investment managers to review performance.

PLANS FOR FUTURE PERIODS

a. FUTURE DEVELOPMENTS

At the end of 2017, the Trustees agreed a new strategy for the Foundation covering the period 2018-2020. The new strategy is published on the Foundation's website. The strategy builds on the previous version and establishes the following long term goals:

- To make computing and digital making accessible to all through providing low-cost, high-performance single board computers and free software.
- To provide engaging, rigorous, and free educational resources that are used by millions of people to learn computing and digital making skills.
- To actively engage millions of young people in learning computing and digital making skills through a thriving network of volunteer-led clubs, exciting competitions and events, and partnerships with youth organisations.
- To mobilise and support a huge community of educators, volunteers, and parents who want to help young people learn computing and digital making skills.

Specific priorities for 2018 include:

- Developing high quality, free educational resources that are used by young people to learn computing and digital making.
- Continuing to grow the reach and impact of Code Club and CoderDojo, including increasing the rates of engagement of girls and young people from disadvantaged backgrounds.
- Expanding our portfolio on online training courses for educators and working with partners in key target markets to support the training of computer science teachers.

MEMBERS' LIABILITY

The Members of the company guarantee to contribute an amount not exceeding £1 to the assets of the charity in the event of winding up.

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TRUSTEES' RESPONSIBILITIES STATEMENT

The Trustees (who are also directors of Raspberry Pi Foundation for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law, including 'FRS 102 The Financial Reporting Standard applicable in the UK and the Republic of Ireland'). Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group 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 (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable group will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and 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.

The Trustees confirm that:

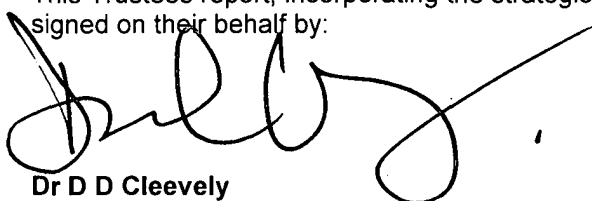
- so far as each Trustee is aware, there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Trustees have taken all the steps that they ought to have taken as Trustees in order to make themselves aware of any relevant audit information and to establish that the charitable company's auditor is aware of that information.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

AUDITORS

The auditors, Grant Thornton UK LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This Trustees report, incorporating the strategic report, was approved by the Trustees on 17 May 2018 and signed on their behalf by:



Dr D D Cleevely
Trustee

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**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 DECEMBER 2017**

Trustees	Mr J A Lang (resigned 1 November 2017) Mr D J Braben Dr D D Cleevely Mrs S L Coutu Mr L Glass Mr P B Lomas Mr C J Mairs Dr M P Blyth Mr J I Drori (appointed 1 November 2017)
Company registered number	06758215 - Country of Incorporation England and Wales
Charity registered number	1129409
Registered office	30 Station Road Cambridge CB1 2JH
Company Secretary	Ms A Garner (appointed 27 November 2017) Mr J A Lang
Chief Executive Officer	Mr P A Colligan
Independent auditors	Grant Thornton UK LLP Statutory Auditor, Chartered Accountants 101 Cambridge Science Park Milton Road Cambridge Cambridgeshire CB4 0FY
Bankers	Barclays Bank plc Chesterton Road Cambridge CB4 3AZ

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF RASPBERRY PI FOUNDATION

Opinion

We have audited the financial statements of Raspberry Pi Foundation (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 December 2017 which comprise the Consolidated Statement of Financial Activities, the Consolidated Statement of Other Comprehensive Income, the Company Statement of Financial Activities, the Consolidated Balance Sheet, the Company Balance Sheet, the Consolidated Statement of Cash Flows and notes to the financial statements, 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 financial statements:

- give a true and fair view of the state of the group's and parent charitable company's affairs as at 31 December 2017 and of the group's and the parent charitable company's incoming resources and application of resources including, the group's and the parent income and expenditure 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 Companies Act 2006.

Basis for opinion

We have been appointed as auditor under the Companies Act 2006 and report in accordance with regulations made under that Act. 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 financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements 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.

Who we are reporting to

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

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 financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's or the parent charitable company'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 financial statements are authorised for issue.

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF RASPBERRY PI FOUNDATION

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Trustees' Annual Report, set out on pages 1 to 6 other than the financial statements and our auditor's report thereon. Our opinion on the financial statements 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements 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 financial statements 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.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Strategic Report and Trustees' Annual Report has been prepared in accordance with applicable legal requirements.

Matter on which we are required to report under the Companies Act 2006

In the light of the knowledge and understanding of the group and parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report and Trustees' Annual Report.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent charitable company, or
- returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit

Responsibilities of trustees for the financial statements

As explained more fully in the Trustees' Responsibilities Statement set out on page 6, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group and the parent charitable company'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 liquidate the group or parent charitable company or to cease operations, or have no realistic alternative but to do so.

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF RASPBERRY PI FOUNDATION

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements 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 financial statements.

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

Grant Thornton UK LLP

Alison Seekings
Senior Statutory Auditor
for and on behalf of Grant Thornton UK LLP
Statutory Auditor, Chartered Accountants
Cambridge
Date: *24 May 2018*

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CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(incorporating consolidated income & expenditure account)
FOR THE YEAR ENDED 31 DECEMBER 2017

		Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
	Note				
INCOME FROM:					
Donations:					
Gift on combination with Hello World Foundation	2	478,888	-	478,888	-
Other donations and grants	2	1,056,488	777,924	1,834,412	683,314
Other trading activities	3	25,462,340	-	25,462,340	16,713,500
Investments	4	289,819	-	289,819	130,694
Other income	5	86,277	-	86,277	39,084
TOTAL INCOME		27,373,812	777,924	28,151,736	17,566,592
EXPENDITURE ON:					
Raising funds:					
Trading Expenditure	6	15,610,395	-	15,610,395	7,551,999
Investment management		15,701	-	15,701	6,105
Charitable activities	7	4,342,975	775,225	5,118,200	2,931,807
TOTAL EXPENDITURE		19,969,071	775,225	20,744,296	10,489,911
NET INCOME BEFORE INVESTMENT GAINS		7,404,741	2,699	7,407,440	7,076,681
Net gains on investments	16	716,651	-	716,651	472,727
NET MOVEMENT IN FUNDS		8,121,392	2,699	8,124,091	7,549,408
Total funds at 1 January 2017		14,751,720	40,437	14,792,157	7,242,749
FUNDS AT 31 DECEMBER 2017		22,873,112	43,136	22,916,248	14,792,157

All activities relate to continuing operations.

The Statement of Financial Activities includes all gains and losses recognised in the year.
The notes on pages 17 to 41 form part of these financial statements.

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**CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2017**

	Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
NET MOVEMENT IN FUNDS	8,121,392	2,699	8,124,091	7,549,408
Exchange difference on translating foreign operations	1,334	-	1,334	-
TOTAL COMPREHENSIVE MOVEMENT IN FUNDS FOR THE FINANCIAL YEAR	8,122,726	2,699	8,125,425	7,549,408
Total funds at 1 January 2017	14,751,720	40,437	14,792,157	7,242,749
TOTAL FUNDS AT 31 DECEMBER 2017	22,874,446	43,136	22,917,582	14,792,157

All activities relate to continuing operations.

The Statement of Financial Activities includes all gains and losses recognised in the year.
The notes on pages 17 to 41 form part of these financial statements.

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**COMPANY STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2017**

	Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
INCOME FROM:				
Donations:				
Other donations and grants	8,358,233	743,205	9,101,438	7,103,123
Investments	289,819	-	289,819	130,694
Other income	76,812	-	76,812	39,084
TOTAL INCOME	8,724,864	743,205	9,468,069	7,272,901
EXPENDITURE ON:				
Raising funds:				
Investment management	15,701	-	15,701	6,106
Charitable activities	3,985,882	753,859	4,739,741	2,828,807
TOTAL EXPENDITURE	4,001,583	753,859	4,755,442	2,834,913
NET INCOME BEFORE INVESTMENT GAINS	4,723,281	(10,654)	4,712,627	4,437,988
Net gains on investments	716,651	-	716,651	472,727
NET MOVEMENT IN FUNDS	5,439,932	(10,654)	5,429,278	4,910,715
Total funds at 1 January 2017	9,400,509	40,437	9,440,946	4,530,231
TOTAL FUNDS AT 31 DECEMBER 2017	14,840,441	29,783	14,870,224	9,440,946

All activities relate to continuing operations.

The Statement of Financial Activities includes all gains and losses recognised in the year.
The notes on pages 17 to 41 form part of these financial statements.

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)
REGISTERED NUMBER: 06758215

CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2017

	Note	£	2017 £	£	2016 £
FIXED ASSETS					
Intangible assets	14		13,833		34,583
Tangible assets	15		698,031		465,974
Investments	16		<u>12,531,880</u>		<u>6,541,999</u>
			<u>13,243,744</u>		<u>7,042,556</u>
CURRENT ASSETS					
Stocks	18	4,105,663		2,690,666	
Debtors	19	5,599,985		3,730,754	
Cash at bank and in hand	24	<u>3,199,594</u>		<u>3,252,122</u>	
		12,905,242		9,673,542	
CREDITORS: amounts falling due within one year	20	<u>(3,231,404)</u>		<u>(1,923,941)</u>	
NET CURRENT ASSETS			<u>9,673,838</u>		<u>7,749,601</u>
NET ASSETS			<u>22,917,582</u>		<u>14,792,157</u>
CHARITY FUNDS					
Restricted funds	21		43,136		40,437
Unrestricted funds	21		<u>22,874,446</u>		<u>14,751,720</u>
TOTAL FUNDS			<u>22,917,582</u>		<u>14,792,157</u>

The financial statements were approved by the Trustees on 17 May 2018 and signed on their behalf, by:



Dr D D Cleevely
Trustee

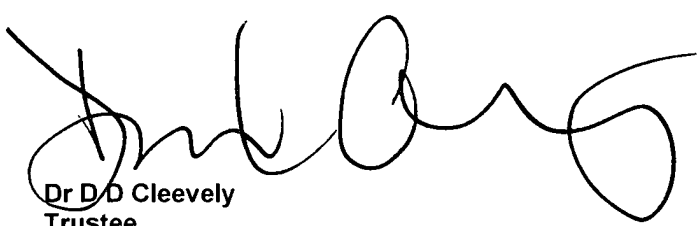
The notes on pages 17 to 41 form part of these financial statements.

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)
REGISTERED NUMBER: 06758215

COMPANY BALANCE SHEET
AS AT 31 DECEMBER 2017

	Note	£	2017 £	£	2016 £
FIXED ASSETS					
Tangible assets	15		237,934		163,192
Investments	16		<u>12,531,881</u>		<u>6,541,999</u>
			12,769,815		6,705,191
CURRENT ASSETS					
Debtors	19	531,723		411,757	
Cash at bank and in hand		<u>1,912,452</u>		<u>2,604,849</u>	
		2,444,175		3,016,606	
CREDITORS: amounts falling due within one year	20	<u>(343,766)</u>		<u>(280,851)</u>	
NET CURRENT ASSETS			<u>2,100,409</u>		<u>2,735,755</u>
NET ASSETS			<u>14,870,224</u>		<u>9,440,946</u>
CHARITY FUNDS					
Restricted funds			29,783		40,437
Unrestricted funds			<u>14,840,441</u>		<u>9,400,509</u>
TOTAL FUNDS			<u>14,870,224</u>		<u>9,440,946</u>

The financial statements were approved by the Trustees on 17 May 2018 and signed on their behalf, by:


Dr D D Cleevely
Trustee

The notes on pages 17 to 41 form part of these financial statements.

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 £	2016 £
Cash flows from operating activities			
Net cash provided by operating activities	23	<u>5,088,439</u>	<u>3,902,328</u>
Cash flows from investing activities:			
Dividends, interest and rents from investments		289,819	130,694
Purchase of intangible fixed assets		-	(41,499)
Purchase of property, plant and equipment		(587,880)	(330,701)
Purchase of investments		(5,273,230)	(3,114,732)
Acquisition of subsidiaries, net of cash acquired		<u>430,324</u>	<u>-</u>
Net cash used in investing activities		<u>(5,140,967)</u>	<u>(3,365,238)</u>
Change in cash and cash equivalents in the year		<u>(52,528)</u>	<u>546,090</u>
Cash and cash equivalents brought forward		<u>3,252,122</u>	<u>2,706,032</u>
Effect of currency translation on cash and cash equivalents		-	-
Cash and cash equivalents carried forward	24	<u><u>3,199,594</u></u>	<u><u>3,252,122</u></u>

The notes on pages 17 to 41 form part of these financial statements.

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

1. ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

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 applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Raspberry Pi Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The Statement of Financial Activities (SOFA) and Balance Sheet consolidate the financial statements of the company and its subsidiary undertakings. The results of the subsidiaries are consolidated on a line by line basis.

The financial statements are presented in Sterling (£).

The individual accounts of Raspberry Pi Foundation have adopted the following disclosure exemption under FRS 102:

- the requirement to present a statement of cash flows and related notes.

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

1. ACCOUNTING POLICIES (continued)

1.2 SIGNIFICANT JUDGEMENTS AND ESTIMATES

Preparation of the financial statements requires management to make significant judgements and estimates. The items in the financial statements where these judgements and estimates have been made include:

Where funded projects remain in progress at the year end, the directors exercise judgement regarding the amount of income to be recognised based upon the progress of the project and any service conditions that are required to be satisfied.

Donated services relate to an estimate of the value of legal expertise donated during the year. The estimate for donated services provided to Raspberry Pi Foundation of £43,000 for the year to 31 December 2017 (2016: £37,000) is based on the fees that management would have expected to incur for the work undertaken if it had indeed been commissioned. It excludes pro bono time that the charity benefits from through the expertise and networks of the foundation trustees and related parties.

Additionally, an amount of £53,672 has been recognised in relation to donated rent, cloud services and legal services provided to Hello World Foundation.

1.3 CHARITY COMBINATIONS

Assets and liabilities transferred into the control of the charity at nil or nominal consideration are in substance a gift. A gain is recognised to the extent the fair value of assets received exceeds the fair value of liabilities assumed. The gain is shown separately as a gift within income.

1.4 BASIS OF CONSOLIDATION

The financial statements consolidate the accounts of Raspberry Pi Foundation and all of its trading subsidiary undertakings ('subsidiaries') and charitable entities of which Raspberry Pi Foundation is the member.

1.5 COMPANY STATUS

The company is a company limited by guarantee. The Trustees of the company, who are also members, are named on page 7. There are currently 8 Trustees (8 in 2016). In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

1.6 FUND ACCOUNTING

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. An element of overhead costs is charged against the specific fund where appropriate. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

1. ACCOUNTING POLICIES (continued)

1.7 INCOME

All income is recognised once the company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service. Where projects are in progress at the year end, income within the subsidiaries is deferred so as to match the income with the expenditure to which it relates.

Donated services are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included in the accounts.

1.8 EXPENDITURE

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 of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated to the applicable expenditure headings.

Support costs are those costs incurred directly in support of expenditure on the objects of the company and include project management carried out at Headquarters. Governance costs are those incurred in connection with administration of the company and compliance with constitutional and statutory requirements.

The charity considers that it has a single activity being the provision of educational programmes in the field of computers and computer science and all support costs arise in relation to this activity and are not further analysed.

1.9 GOING CONCERN

The trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements.

1.10 INTANGIBLE ASSETS AND AMORTISATION

Intangible assets are measured at cost less accumulated amortisation and any accumulated impairment losses.

Amortisation is charged so as to allocate the cost of intangibles less their residual values over their estimated useful lives, using the straight-line method. The estimated useful life and amortisation rate used for intellectual property is 2 years. All intangible assets are considered to have a finite useful life.

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

1. ACCOUNTING POLICIES (continued)

1.11 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Leasehold Property	-	Straight line over life of lease
Plant and machinery	-	3 years straight line
Furniture and fittings	-	3 years straight line
Office and computer equipment	-	3 years straight line

1.12 INVESTMENTS

Investments are a form of financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The Statement of Financial Activities includes the unrealised and realised net gains and losses arising on revaluation and disposals throughout the year.

Subsidiary undertakings

Investments in subsidiaries are valued at cost less provision for impairment.

1.13 STOCKS

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks.

1.14 INTEREST RECEIVABLE

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the company; this is normally upon notification of the interest paid or payable by the Bank.

1.15 TAXATION

The company is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

1.16 DEBTORS

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid for goods or services not yet delivered net of any trade discounts due.

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

1. ACCOUNTING POLICIES (continued)

1.17 CASH AT BANK AND IN HAND

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1.18 CREDITORS AND PROVISIONS

Creditors and provisions are recognised where the company has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

1.19 OPERATING LEASES

Rentals payable under operating leases are charged to the profit or loss on a straight-line basis over the lease term.

The aggregate benefit of lease incentives are recognised as a reduction to the expense recognised over the lease term on a straight line basis.

1.20 FINANCIAL INSTRUMENTS

Financial assets measured at amortised cost comprise investments, cash, trade debtors and other debtors. Financial liabilities measured at amortised cost comprise trade creditors, financial liabilities and accruals and deferred income.

1.21 PENSIONS

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

2. INCOME FROM DONATIONS AND GRANTS

	Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
Gift on combination with Hello World Foundation (note 17)	478,888	-	478,888	-
Other donations	815,233	34,719	849,952	236,145
Donated services – D-I-K	96,672	-	96,672	37,000
Grants	144,583	743,205	887,788	410,169
Subtotal	1,056,488	777,924	1,834,412	683,314
Total donations and grants	1,535,376	777,924	2,313,300	683,314

In 2016, of the total income from donations and grants, £273,145 was unrestricted and £410,169 was restricted.

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

3. TRADING INCOME

	Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
Raspberry Pi (Trading) Limited	25,462,340	-	25,462,340	16,277,730
Code Club World	-	-	-	435,770
	<u>25,462,340</u>	<u>-</u>	<u>25,462,340</u>	<u>16,713,500</u>

In 2016 all trading income was unrestricted.

The activities of Code Club World were transferred to Raspberry Pi Foundation in the prior year.

4. INVESTMENT INCOME

	Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
Investment income - listed investments	287,104	-	287,104	123,863
Interest receivable	2,715	-	2,715	6,831
	<u>289,819</u>	<u>-</u>	<u>289,819</u>	<u>130,694</u>

In 2016 all investment income was unrestricted.

5. OTHER INCOME

	Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
Other incoming resources	86,277	-	86,277	39,084

In 2016 all other income was unrestricted.

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

6. TRADING EXPENDITURE

	Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
Direct trading costs of Raspberry Pi (Trading) Limited	8,703,299	-	8,703,299	3,173,775
Administration costs of Raspberry Pi (Trading) Limited	3,465,628	-	3,465,628	2,349,701
Administration costs of Code Club World	-	-	-	67,998
Staff costs of Raspberry Pi (Trading) Limited	3,163,866	-	3,163,866	1,576,482
Staff costs of Code Club World	-	-	-	224,071
Depreciation and amortisation of Raspberry Pi (Trading) Limited	277,602	-	277,602	156,027
Depreciation of Code Club World	-	-	-	3,945
	<u>15,610,395</u>	<u>-</u>	<u>15,610,395</u>	<u>7,551,999</u>

In 2016 all the expenditure was unrestricted.

The activities of Code Club World were transferred to Raspberry Pi Foundation in the prior year.

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

7. CHARITABLE ACTIVITIES EXPENDITURE

	Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
Direct charitable costs (note 8)	1,154,813	527,977	1,682,790	965,326
Support costs (note 9)	3,188,162	247,248	3,435,410	1,966,481
Total	<u>4,342,975</u>	<u>775,225</u>	<u>5,118,200</u>	<u>2,931,807</u>

In 2016 expenditure on charitable activities was £2,931,807 of which £2,345,481 was unrestricted and £586,326 was restricted.

8. DIRECT COSTS

	Charitable Activities £	Total 2017 £	Total 2016 £
Donations	36,075	36,075	48,500
Wages and salaries	1,405,371	1,405,371	778,377
National insurance	137,859	137,859	75,389
Pension cost	103,485	103,485	63,060
	<u>1,682,790</u>	<u>1,682,790</u>	<u>965,326</u>

Direct costs total £1,682,790 (2016 - £965,326) of which £1,154,813 (2016 - £554,590) was unrestricted and £527,977 (2016 - £410,736) was restricted.

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

9. SUPPORT COSTS

	Governance £	Primary purpose £	Total 2017 £	Total 2016 £
Legal and professional fees	-	163,998	163,998	70,248
Rent and rates	-	371,480	371,480	293,259
Utilities	-	36,977	36,977	21,454
Hotels	-	125,671	125,671	51,641
Travel and subsistence	-	217,902	217,902	123,647
Other premises expenses	-	16,599	16,599	18,181
Catering	-	57,386	57,386	59,871
Event related printing costs	-	22,109	22,109	7,549
Raspberry Pi hardware	-	48,153	48,153	14,208
Irrecoverable VAT	-	116,916	116,916	38,899
Audit and accountancy fees	28,600	-	28,600	38,495
Consultancy fees - finance	-	45,651	45,651	24,750
Computer costs	-	99,811	99,811	60,998
Marketing	-	53,646	53,646	62,339
Postage	-	6,076	6,076	4,241
Venue hire/other event costs	-	91,336	91,336	33,418
IT and telecommunications	-	13,980	13,980	6,122
Stationery	-	2,907	2,907	2,679
Foreign exchange loss/ (gain)	-	26,041	26,041	(35,273)
Insurance	-	13,713	13,713	3,153
Subscriptions	-	9,577	9,577	2,623
Freight and duties	-	15,351	15,351	6,408
Repairs and maintenance	-	11,304	11,304	250
Recruitment fees	-	61,590	61,590	29,528
Conference costs	-	29,514	29,514	39,374
Contractor fees	-	279,509	279,509	175,411
Entertainment	-	14,020	14,020	11,593
Bank charges	-	3,063	3,063	1,974
Temporary staff	-	10,735	10,735	12,096
Staff welfare and benefits	-	69,412	69,412	19,413
Wages and salaries	-	992,344	992,344	596,873
National insurance	-	98,269	98,269	57,810
Pension cost	-	77,331	77,331	48,355
Depreciation	-	102,785	102,785	64,894
Mail out to schools	-	34,098	34,098	-
Hello World Magazine Costs	-	68,347	68,347	-
Insurance claim receipt	-	(791)	(791)	-
	28,600	3,406,810	3,435,410	1,966,481

Support costs total £3,435,410 (2016 - £1,966,481) of which £3,188,162 (2016 - £1,790,891) was unrestricted and £247,248 (2016 - £175,590) was restricted.

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

10. GROUP GOVERNANCE COSTS

	Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
Audit and accountancy fees	28,600	-	28,600	38,495

11. NET INCOMING RESOURCES/(RESOURCES EXPENDED)

This is stated after charging:

	2017 £	2016 £
Depreciation of tangible fixed assets: - owned by the charitable group	359,639	217,950
Amortisation of intangible fixed assets: - owned by the charitable group	20,750	6,916
Operating lease expenditure - property	357,249	225,920

During the year, no Trustees received any remuneration (2016 - £nil).

During the year, no Trustees received any benefits in kind (2016 - £nil).

During the year, one Trustee received £448 reimbursement of expenses (2016 - £2,876).

12. AUDITORS' REMUNERATION

	2017 £	2016 £
Fees payable to the company's auditor for the audit of the company's annual accounts	12,900	9,500
Fees payable to the company's auditor in respect of:		
The auditing of accounts of subsidiaries of the company	10,800	9,000
Taxation compliance services	2,750	2,675
Other taxation advisory services	2,150	2,100

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

13. STAFF COSTS

Staff costs were as follows:

	2017 £	2016 £
Wages and salaries	5,069,674	2,900,922
Social security costs	531,983	301,440
Other pension costs	375,324	218,035
	<u>5,976,981</u>	<u>3,420,397</u>

The average monthly number of employees was 97 (2016: 61) and the average monthly number of employees during the year expressed as full time equivalents was as follows (including casual and part-time staff):

	2017 No.	2016 No.
Company	51	36
Subsidiaries	46	25
	<u>97</u>	<u>61</u>

The number of higher paid employees was (including subsidiaries) 25 in 2017 (2016: 10), of which 21 are employees of subsidiaries (2016: 9):

	2017 No.	2016 No.
In the band £60,001 - £70,000	8	2
In the band £70,001 - £80,000	1	1
In the band £80,001 - £90,000	4	1
In the band £100,001 - £110,000	4	-
In the band £110,001 - £120,000	1	-
In the band £120,001 - £130,000	4	6
In the band £130,001 - £140,000	1	-
In the band £140,001 - £150,000	2	-
	<u>25</u>	<u>10</u>

Total company pension contributions for the higher paid employees in 2017 were £180,434 (2016 - £77,148)

All trustees and certain senior employees who have authority and responsibility for planning, directing and controlling the activities of the Group are considered to be key management personnel. Total remuneration in respect of these individuals is £157,010 (2016: £146,927).

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

14. INTANGIBLE FIXED ASSETS

	Intellectual Property £
GROUP	
Cost	
At 1 January 2017	41,499
Additions	-
At 31 December 2017	<u>41,499</u>
Depreciation	
At 1 January 2017	6,916
Charge for the year	20,750
At 31 December 2017	<u>27,666</u>
Net book value	
At 31 December 2017	<u>13,833</u>
At 31 December 2016	<u>34,853</u>

Amortisation of intangible fixed assets is included in trading expenditure.

The intellectual property has a remaining useful economic life of 0.67 years.

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

15. TANGIBLE FIXED ASSETS

GROUP	Leasehold Property £	Plant and machinery £	Furniture and fittings £	Office and computer equipment £	Total £
COST					
At 1 January 2017	56,173	358,115	113,097	283,665	811,050
Additions	46,038	314,173	83,736	143,857	587,804
Assets acquired at date of acquisition	-	-	-	15,665	15,665
Foreign exchange	-	-	-	311	311
At 31 December 2017	102,211	672,288	196,833	443,498	1,414,830
DEPRECIATION					
At 1 January 2017	14,938	165,103	36,643	128,392	345,076
Charge for the year	20,092	192,012	50,271	97,264	359,639
Accumulated depreciation on assets of acquisition	-	-	-	11,849	11,849
Foreign exchange	-	-	-	235	235
At 31 December 2017	35,030	357,115	86,914	237,740	716,799
NET BOOK VALUE					
At 31 December 2017	67,181	315,173	109,919	205,758	698,031
At 31 December 2016	41,235	193,012	76,454	155,273	465,974

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

15. TANGIBLE FIXED ASSETS (continued)

COMPANY	Leasehold Property £	Fixtures and fittings £	Office and computer equipment £	Total £
COST				
At 1 January 2017	56,173	113,097	101,964	271,234
Additions	46,038	83,736	44,982	174,756
At 31 December 2017	<u>102,211</u>	<u>196,833</u>	<u>146,946</u>	<u>445,990</u>
DEPRECIATION				
At 1 January 2017	14,938	36,643	56,461	108,042
Charge for the year	20,092	50,271	29,651	100,014
At 31 December 2017	<u>35,030</u>	<u>86,914</u>	<u>86,112</u>	<u>208,056</u>
NET BOOK VALUE				
At 31 December 2017	<u>67,181</u>	<u>109,919</u>	<u>60,834</u>	<u>237,934</u>
At 31 December 2016	<u>41,235</u>	<u>76,454</u>	<u>45,503</u>	<u>163,192</u>

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

16. FIXED ASSET INVESTMENTS

GROUP	Listed securities £
MARKET VALUE	
At 1 January 2017	6,541,999
Additions	5,000,000
Dividends reinvested net of fees	272,703
Interest	527
Revaluations	716,651
At 31 December 2017	<u>12,531,880</u>

GROUP INVESTMENTS AT MARKET VALUE COMPRISE:

	2017 £	2016 £
Listed investments	<u>12,531,880</u>	<u>6,541,999</u>

All the fixed asset investments are held in the UK

COMPANY	Listed securities £	Shares in group undertakings £	Total £
MARKET VALUE			
At 1 January 2017	6,541,999	1	6,542,000
Additions	5,000,000	-	5,000,000
Dividends received net of fees	272,703	-	272,703
Interest received	527	-	527
Revaluations	716,651	-	716,651
At 31 December 2017	<u>12,531,880</u>	<u>1</u>	<u>12,531,881</u>

RASPBERRY PI FOUNDATION
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

17. INVESTMENT IN SUBSIDIARY COMPANIES

Raspberry Pi Foundation has a wholly owned subsidiary, Raspberry Pi (Trading) Limited, which is incorporated in the UK (company registration number 08207441, registered office 30 Station Road, Cambridge, CB1 2JH). In the year to which these financial statements relate, Raspberry Pi (Trading) Limited has made donations by way of gift aid to Raspberry Pi Foundation of £7,500,000 (2016 - £6,000,000). A summary of the subsidiary's results is disclosed below. Audited accounts will be filed with the Registrar of Companies. The cost of the investment in the subsidiary is £1 (2016 - £1).

Profit and Loss Account for Trading

	2017 £	2016 £
Turnover	25,474,651	16,282,780
Cost of sales	(8,703,299)	(3,178,825)
Gross profit	16,771,352	13,103,955
Administration expenses	(7,062,381)	(4,185,490)
Operating profit	9,708,971	8,918,465
Interest receivable and similar income	285	280
Profit for the financial year	9,709,256	8,918,745

Balance Sheet

	2017 £	2016 £
Intangible fixed assets	13,833	34,583
Tangible fixed assets	455,260	302,782
Current assets	9,966,917	6,744,189
Current liabilities	(2,875,544)	(1,730,344)
Aggregate share capital and reserves	7,560,466	5,351,210

In early 2017 the Company established a wholly owned subsidiary in the USA, Raspberry Pi Foundation North America Inc (EIN 81-5480308, registered address 2711 Centerville Road, Suite 400, City of Wilmington, County of New Castle, Delaware 19808), to advance our charitable activities in North America. A summary of the subsidiary's balance sheet is disclosed below.

Balance Sheet

	2017 £	2016 £
Current assets	19,000	-
Current liabilities	(2,522)	-
Aggregate share capital and reserves	16,478	-

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17. INVESTMENT IN SUBSIDIARY COMPANIES (continued)

In June 2017, the company merged with a new subsidiary, Hello World Foundation, a company limited by guarantee incorporated in Ireland (company registration number 524255, charity registration number 20082857, registered address Dogpatch Labs Unit 1, CHQ Building, Custom House Quay, Dublin Ireland, D01Y 6H7). The cost of this investment in subsidiary was £nil.

At the date of combination, Hello World Foundation's net assets were £478,888 and this has been treated as donation income in the Consolidated Statement of Financial Activities. Hello World Foundation's net assets were as follows:

	£
Tangible fixed assets	3,816
Cash at bank and in hand	430,324
Other current assets	56,827
Current liabilities	<u>(12,079)</u>
Aggregate share capital and reserves as at date of combination	<u>478,888</u>

A summary of the subsidiary's results is disclosed below.

Profit and Loss Account

	Year ended 31 December 2017 £
Turnover	783,827
Expenditure	<u>(675,450)</u>
Net Incoming Resources	<u>108,377</u>

The loss from Hello World Foundation arising post combination included in the Consolidated Statement of Financial Activities is £17,697.

Balance Sheet

	Year ended 31 December 2017 £
Tangible fixed assets	4,838
Cash at bank and in hand	397,433
Other current assets	102,844
Current liabilities	<u>(34,700)</u>
Total	<u>470,415</u>

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18. STOCKS

	<u>GROUP</u>		<u>COMPANY</u>	
	2017 £	2016 £	2017 £	2016 £
Finished goods and goods for resale	4,105,663	2,690,666	-	-

The amount of stock recognised as an expense was £7,908,291 (2016 - £2,538,231).

An impairment loss of £nil (2016: £nil) was recognised in cost of sales against stock during the year due to slow-moving or obsolete stock.

19. DEBTORS

	<u>GROUP</u>		<u>COMPANY</u>	
	2017 £	2016 £	2017 £	2016 £
Trade debtors	5,176,956	2,069,566	332,226	174,000
Amounts owed by group undertakings	-	-	-	87,251
Other debtors	423,029	1,661,188	199,497	150,506
	5,599,985	3,730,754	531,723	411,757

**20. CREDITORS:
AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<u>GROUP</u>		<u>COMPANY</u>	
	2017 £	2016 £	2017 £	2016 £
Trade creditors	1,457,127	1,036,309	51,011	54,714
Amounts owed to group undertakings	-	-	22,162	-
Other taxation and social security	822,509	537,588	66,163	46,084
Other creditors	99,347	42,434	40,309	25,499
Accruals and deferred income	852,421	307,610	164,121	154,554
	3,231,404	1,923,941	343,766	280,851

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21. STATEMENT OF FUNDS

	Brought forward £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Carried forward £
UNRESTRICTED FUNDS						
General funds	9,290,747	1,432,584	(4,357,342)	7,500,000	-	13,865,989
Revaluation reserve	335,012	-	-	-	716,651	1,051,663
Subsidiaries	5,125,961	25,462,340	(15,610,395)	(7,500,000)	-	7,477,906
Gift on contribution with Hello World Foundation	-	478,888	-	-	-	478,888
	14,751,720	27,373,812	(19,967,737)	-	716,651	22,874,446
RESTRICTED FUNDS						
European Space Agency	-	79,905	(79,905)	-	-	-
UKSA	5,000	10,000	(15,000)	-	-	-
Shell Centenary Scholarship Fund	-	500,000	(500,000)	-	-	-
Oracle Weather Station/Resources	-	80,072	(80,072)	-	-	-
Canary Wharf Group plc	-	25,000	(25,000)	-	-	-
Google (expansion for girls)	6,500	11,000	(17,500)	-	-	-
Community Foundation serving Tyne & Wear and Northumberland	28,937	-	(28,937)	-	-	-
The Atlassian Foundation	-	37,228	(7,445)	-	-	29,783
	40,437	743,205	(753,859)	-	-	29,783
Restricted funds Hello World Foundation	-	34,719	(21,366)	-	-	13,353
TOTAL RESTRICTED FUNDS	40,437	777,924	(775,225)	-	-	43,136
TOTAL OF FUNDS	14,792,157	28,151,736	(20,742,962)	-	716,651	22,917,582

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European Space Agency

This restricted fund relates to a grant received for the purpose of development of the European Astro Pi Challenge, teaching materials and the preparation and execution of flight code.

UKSA

This restricted fund relates to a grant received to further the impact of Tim Peake's Principia mission through education and outreach projects.

Shell Centenary Scholarship Fund

This restricted fund relates to a grant received to support the development of an educational programme to engage young people in computing and digital making, through Code Clubs and the Pioneers project.

Oracle Weather Station/Resources

This restricted fund relates to a grant received to support the ongoing implementation of the Weather Station project and development of educational resources.

Canary Wharf Group plc

This restricted fund relates to a grant received to recruit a more diverse pool of volunteers in Tower Hamlets to support Code Club.

Google (expansion for girls)

This restricted fund relates to a grant received to help Code Club increase the number of children, especially girls, accessing Code Clubs across the UK.

The Platten Family Fund at the Community Foundation serving Tyne & Wear and Northumberland

This restricted fund relates to a grant received for the recruitment and training of computer science experts to train teachers in primary schools and to establish more Code Clubs in the North-East.

Atlassian Foundation

This restricted fund supports the creation of a volunteer community to translate Code Club projects into multiple languages.

Transfers

The transfers represent gift aid amounts from the company's subsidiaries to the company.

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**NOTES TO THE FINANCIAL STATEMENTS
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22. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £	Total funds 2016 £
Intangible fixed assets	13,833	-	13,833	34,583
Tangible fixed assets	698,031	-	698,031	465,974
Fixed asset investments	12,531,880	-	12,531,880	6,541,999
Current assets	12,862,106	43,136	12,905,242	9,673,542
Creditors due within one year	(3,231,404)	-	(3,231,404)	(1,923,941)
	<u>22,874,446</u>	<u>43,136</u>	<u>22,917,582</u>	<u>14,792,157</u>

**23. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW
FROM OPERATING ACTIVITIES**

	2017 £	2016 £
Net income for the year (as per Statement of financial activities)	8,124,091	7,549,408
Adjustment for:		
Depreciation charges	359,639	217,950
Amortisation charges	20,750	6,916
(Gains)/losses on investments	(716,651)	(472,727)
Dividends, interest and rents from investments	(289,819)	(130,694)
Loss on the sale of fixed assets	-	7,771
Increase in stocks	(1,414,997)	(2,067,542)
Increase in debtors	(1,812,404)	(1,377,360)
Increase in creditors	1,295,384	168,606
Gift on combination with Hello World Foundation	(478,888)	-
Unrealised currency translation (gains)/losses	1,334	-
Total	<u>5,088,439</u>	<u>3,902,328</u>

24. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2017 £	2016 £
Cash in hand	<u>3,199,594</u>	<u>3,252,122</u>

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25. PENSION COMMITMENTS

The group operates several defined contribution pension schemes. The assets of the schemes are held separately from those of the group in independently administered funds. The pension cost charge represents contributions payable by the group to the fund and amounted to £375,324 (2016 - £218,035). Contributions totalling £69,593 (2016 - £nil) were payable to the fund at the balance sheet date.

26. OPERATING LEASE COMMITMENTS

At 31 December 2017 the total minimum lease payments under non-cancellable operating leases are due in the following periods by the group:

	Land and buildings	
	2017	2016
GROUP	£	£
Within 1 year	323,288	225,920
Between 2 and 5 years	-	338,800
Total	323,288	564,720

At 31 December 2017 the total minimum lease payments under non-cancellable operating leases are due in the following periods by the charity:

	Land and buildings	
	2017	2016
COMPANY	£	£
Within 1 year	320,288	225,920
Between 2 and 5 years	-	338,800
Total	320,288	564,720

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27. OTHER FINANCIAL COMMITMENTS AND FINANCIAL ASSETS AND LIABILITIES

At 31 December 2017 the subsidiaries had capital commitments of £nil (2016 - £nil).

	2017 £	2016 £
Financial assets measured at fair value through profit or loss	<u>12,531,880</u>	6,541,999
Financial assets measured at amortised cost	<u>8,420,253</u>	6,794,549
Financial liabilities measured at amortised cost	<u>2,366,039</u>	1,385,050

The Trustees' Report provides information regarding the identified financial risks and how these are managed.

28. RELATED PARTY TRANSACTIONS

During the year, the charity reimbursed expenses of £448 to Mr C J Mairs, a trustee, for accommodation, subsistence and travel costs (2016 - £nil). During the year, the charity made payments to third parties of £552 on behalf of Mr C J Mairs relating to travel costs (2016 - £nil). As at 31 December 2017 a balance of £nil was payable to Mr C J Mairs (2016 - £nil).

During the year the charity reimbursed expenses of £nil (2016 - £2,876) to Mr P B Lomas, a trustee. As at 31 December 2017, a balance of £nil (2016 - £nil) was payable to Mr P B Lomas.

During the year the charity reimbursed CMS Cameron McKenna Nabarro Olswang LLP's out-of-pocket costs relating to expenditure made by CMS Cameron McKenna Nabarro Olswang LLP to third parties on behalf of the company, amounting to £32,818 (2016 - £26,816). In addition the charity received advice from CMS Cameron McKenna Nabarro Olswang LLP related to the combination with Hello World Foundation for which it paid £30,042 (2016 - £nil). As at 31 December 2017, a balance of £6,297 (2016 - £nil) was payable to CMS Cameron McKenna Nabarro Olswang LLP. A further amount of £22,909 (2016 - £nil) has been accrued for at the year end for invoices received post year end relating to the year. Mr L Glass is a member of CMS Cameron McKenna Nabarro Olswang LLP.

The charity has benefited extensively from legal support from CMS Cameron McKenna Nabarro Olswang LLP. An estimate of £43,000 (2016 - £37,000) relating to legal services expertise is included as donated services being pro bono work completed in respect of which the Foundation would have otherwise been required to incur professional fees.

During the year, one of the subsidiaries was invoiced £nil (2016 - £15,000) by the London Stock Exchange Plc, of which Mrs S L Coutu is a director. As at 31 December 2017, a balance of £nil (2016 - £15,000) was payable to the London Stock Exchange Plc.

During the year, Raspberry Pi Foundation was invoiced £115 (2016 - £nil) by the London Stock Exchange Plc, of which Mrs S L Coutu is a director. As at 31 December 2017, a balance of £nil (2016 - £nil) was payable to the London Stock Exchange Plc.

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During the year, Raspberry Pi Foundation was invoiced £250 (2016 - £50) by Cambridge Network Limited, a company of which Dr D D Cleevely is a director. As at 31 December 2017, a balance of £nil (2016 - £nil) was payable to Cambridge Network Limited.

FRS102 does not require disclosure of transactions entered into between two or more members of a group, provided that any subsidiary undertaking which is a party to the transaction is wholly owned by a member of that group. The company has utilised this exemption.

29. CONTROLLING PARTY

The company is limited by guarantee and there is not considered to be a controlling party.