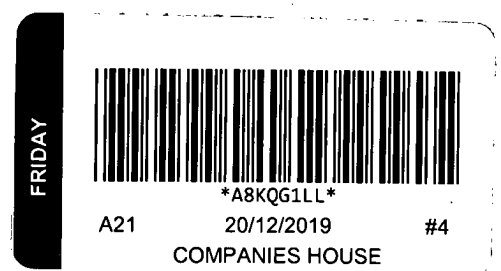


Registered number: 07583069
Charity number: 1149712

Colourful Life Foundation

Trustees' Report and Financial Statements

For the Year Ended 31 March 2019



Colourful Life Foundation
(A Company Limited by Guarantee)

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Colourful Life Foundation
(A Company Limited by Guarantee)

Reference and Administrative Details of the Foundation, its Trustees and Advisers
For the Year Ended 31 March 2019

Trustees	J R Bennett S C Bennett G Lehrer P W Newborough A McQuillan
Patron	Sir Richard Branson
Chief executive officer	J R Bennett
Company registered number	07583069
Charity registered number	1149712
Registered office	Unit 2D Eagle Road Moons Moat North Industrial Estate Redditch Worcestershire B98 9HF
Accountants	Dains LLP 15 Colmore Row Birmingham B3 2BH

Colourful Life Foundation
(A Company Limited by Guarantee)

Trustees' Report
For the Year Ended 31 March 2019

The Trustees present their annual report together with the financial statements of the group and the Foundation for the year 1 April 2018 to 31 March 2019. The Trustees confirm that the Annual Report and financial statements of the company comply with the current statutory requirements, the requirements of the company'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) as amended by Update Bulletin 1 (effective 1 January 2015).

Since the Foundation qualifies as small under section 383, the strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Director's Report) Regulations 2013 is not required.

Structure, governance and management

a. Constitution

The Foundation is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association on 29 March 2011.

The Foundation and the group is constituted under a Memorandum of Association dated 29 March 2011 and is a registered charity number 1149712.

The principal objects of the Foundation are:

- the advancement of health or saving lives;
- the advancement of education; and
- the promotion of any other charitable purpose for the benefit of the public.

b. Method of appointment or election of Trustees

The management of the Foundation is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed.

The Trustees may, by ordinary resolution, appoint a person who is willing to act as a Trustee, and determine the rotation in which any additional Trustees are to retire.

No person, other than a Trustee retiring by rotation, may be appointed a Trustee at any general meeting unless:

- he or she is recommended for election by the Trustees; or
- not less than fourteen nor more than thirty five clear days before the date of the meeting, the Foundation is given a notice that:
 - is signed by a member entitled to vote at the meeting;
 - states the member's intention to propose the appointment of a person as a Trustee;
 - contains the details that, if the person were to be appointed, the Foundation would have to file at Companies House; and
 - is signed by the person who is to be proposed to show his or her willingness to be appointed.

All members who are entitled to receive notice of a general meeting must be given not less than seven nor more than twenty eight clear days' notice of any resolution to be put to the meeting to appoint a Trustee other than a Trustee who is to retire by rotation.

A Trustee appointed by a resolution of the other Trustees must retire at the next Annual General Meeting and must not be taken into account in determining the Trustees who are to retire by rotation.

c. Policies adopted for the induction and training of Trustees

New Trustees undergo an induction session to brief them on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the decision making process and the business plan for the Foundation. During the induction, they meet the Chief Executive Officer and the other Trustees. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

d. Organisational structure and decision making

The Board of Trustees administer the Foundation.

The Chief Executive Officer has been appointed by the Trustees to manage the day-to-day operations of the Foundation.

e. Risk management

The Trustees have assessed the major risks to which the Foundation is exposed, in particular those related to the operations and finances of the Foundation, and are satisfied that systems and procedures are in place to mitigate our exposure to the major risks.

Objectives and Activities

a. Activities for achieving objectives

The Foundation provides education and health projects in the developing world, either directly or via providing grants to other charitable organisations.

The Foundation works closely with the community to ensure that investments are wisely made with positive long term impacts. The Foundation uses a network of local Ambassadors to deliver on its projects.

b. Review of activities, achievements and performance

With our network of local Ambassadors we are delivering on the following exciting projects which continue to show positive impacts;

India - Kathputli Nagar - Working with Jagriti we have pledged to pay for the education of 1,000 children from Kathputli. Along with teachers and support staff, we are covering the cost of uniforms, books and school materials, and a balanced nutritional lunch. Our pledge will allow Jagriti to increase student numbers to 1,700 across the ten schools.

Tanzania - We are proud to support Ace Africa's community development projects in Tanzania, helping to transform the lives of thousands of children and community members. Specific activities supported include outreach events for orphans and vulnerable children, child rights' training, sanitary pad distribution and education, school uniform provision, school renovations, HIV testing, psychosocial counselling, and the provision of medication and nutritional supplements to people living with HIV/AIDS.

c. Grant making policies

When evaluating potential projects, the Trustees will look for:

- Empowerment of local people
- Skills transfer
- Quantifiable objectives and regular reporting
- Cost effectiveness
- A long term, sustainable outcome

Financial review

a. Financial review

The Trustees have secured a minimum funding agreement of £90,000 per annum from Gemporia Limited, a company of which S C Bennett and J R Bennett are directors. Gemporia Limited has also agreed to provide office space and operational support to the Foundation.

The Trustees recognise the potential reputational risks of working closely with a corporate partner and aim to minimise these through developing the Foundation's funding base further and ensuring the independence of the Foundation and its Trustees.

The surplus reserves held by the Foundation at 31 March 2019 were £74,064 (2018 - £129,514).

The Foundation's subsidiary company, Equal World Limited, ceased trading in August 2015 and was dissolved on 2 April 2019.

At the year end, the subsidiary had net current liabilities of £2,500 (2018 - £2,500).

b. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Foundation 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. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

c. Reserves policy

The Trustees review the reserve levels of the Foundation annually. This review encompasses the nature of income and expenditure streams, the need to match income with commitments and the nature of reserves. The Trustees take into consideration the future plans of the Foundation, the uncertainty over future income streams and the other key risks identified during the risk review.

Trustees' Report (continued)
For the Year Ended 31 March 2019

Plans for future periods

a. Future developments

The Trustees plan to continue to develop external fundraising income streams to enable the Foundation to become financially independent from its corporate partner.

Public benefit

The Trustees have each received the Charity Commission's guidelines on public benefit and this forms part of the induction pack for new Trustees.

The Foundation is aiming to build schools and fund teachers for the public benefit, in the areas in which it will be working, in order to ensure the advancement of education. To meet its objective of the advancement of health or saving lives, the Foundation is aiming to build or improve current health facilities in the areas in which it will operate.

Members' liability

The Members of the Foundation guarantee to contribute an amount not exceeding £10 to the assets of the charity in the event of winding up.

This report was approved by the Trustees, on *17 December 2019* and signed on their behalf by:



J R Bennett
Trustee

Colourful Life Foundation
(A Company Limited by Guarantee)

Independent Examiner's Report
For the Year Ended 31 March 2019

Independent Examiner's Report to the Trustees of Colourful Life Foundation (the 'group')

I report to the charity Trustees on my examination of the consolidated accounts of the group comprising the Colourful Life Foundation ('the parent charity') and its subsidiary undertakings for the year ended 31 March 2019.

This report is made solely to the Foundation's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the Foundation's Trustees those matters I am required to state to them in an Independent Examiner's Report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the parent Foundation and the Foundation's Trustees as a body, for my work or for this report.

Responsibilities and Basis of Report

As the Trustees of the parent Foundation (and its directors for the purposes of company law) you are responsible for the preparation of the consolidated accounts of the group in accordance with the requirements of the Companies Act 2006 ('the 2006 Act') and you have chosen to prepare consolidated accounts for the group. You are satisfied that the accounts of both parent Foundation and the group are not required by either company or charity law to be audited and have chosen instead to have an independent examination.

Having satisfied myself that the consolidated accounts are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the group's accounts carried out under section 152 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 152(5)(b) of the 2011 Act.

An independent examination does not involve gathering all the evidence that would be required in an audit and consequently does not cover all the matters that an auditor considers in giving their opinion on the accounts. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide. Consequently I express no opinion as to whether the consolidated accounts present a 'true and fair' view and my report is limited to those specific matters set out in the independent examiner's statement.

Independent Examiner's Report (continued)
For the Year Ended 31 March 2019

Independent Examiner's Statement

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

1. accounting records were not kept in respect of the parent Foundation and its subsidiaries as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Signed:



Dated: 17 December 2019

Andrew Morris, FCA

Dains LLP, Birmingham

Colourful Life Foundation
(A Company Limited by Guarantee)

Consolidated Statement of Financial Activities incorporating Income and Expenditure Account
For the Year Ended 31 March 2019

	Note	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Income from:					
Donations and legacies	2	90,617	-	90,617	90,895
Other trading activities:					
Fundraising	3	1,020	-	1,020	2,305
Trading activities	4	-	-	-	352,488
Total income		91,637	-	91,637	445,688
Expenditure on:					
Raising funds:					
Fundraising trading	4	-	-	-	2,488
Charitable activities		150,419	-	150,419	178,683
Total expenditure	5	150,419	-	150,419	181,171
Net (expenditure) / income before other recognised gains and losses		(58,782)	-	(58,782)	264,517
Net movement in funds		(58,782)	-	(58,782)	264,517
Reconciliation of funds:					
Total funds brought forward		132,015	(2,501)	129,514	(135,003)
Total funds carried forward		73,233	(2,501)	70,732	129,514

The notes on pages 11 to 19 form part of these financial statements.

Colourful Life Foundation
(A Company Limited by Guarantee)
Registered number: 07583069

Consolidated Balance Sheet
As at 31 March 2019

	Note	£	2019 £	£	2018 £
Fixed assets					
Tangible assets	7		40		40
Current assets					
Debtors	9	866		4,111	
Cash at bank and in hand		70,816		126,353	
		<u>71,682</u>		<u>130,464</u>	
Creditors: amounts falling due within one year	10	(990)		(990)	
Net current assets			<u>70,692</u>		<u>129,474</u>
Net assets			<u>70,732</u>		<u>129,514</u>
Charity Funds					
Restricted funds	11	(2,501)		(2,501)	
Unrestricted funds	11	73,233		132,015	
Total funds			<u>70,732</u>		<u>129,514</u>

The Foundation's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The Trustees consider that the Foundation is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the Foundation to obtain an audit for the year in question in accordance with section 476 of the Act.

The Trustees acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees on **17 December 2019** and signed on their behalf, by:



J R Bennett

The notes on pages 11 to 19 form part of these financial statements.

Colourful Life Foundation
(A Company Limited by Guarantee)
Registered number: 07583069

Foundation Balance Sheet
As at 31 March 2019

	Note	£	2019 £	£	2018 £
Fixed assets					
Tangible assets	7		40		40
Investments	8		-		1
			<u>40</u>		<u>41</u>
Current assets					
Debtors	9	862		6,611	
Cash at bank		70,816		126,353	
		<u>71,678</u>		<u>132,964</u>	
Creditors: amounts falling due within one year	10	(990)		(990)	
Net current assets			<u>70,688</u>		<u>131,974</u>
Net assets			<u>70,728</u>		<u>132,015</u>
Charity Funds					
Unrestricted funds	11		70,728		132,015
Total funds			<u>70,728</u>		<u>132,015</u>

The Foundation's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The Trustees consider that the Foundation is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the Foundation to obtain an audit for the year in question in accordance with section 476 of the Act.

The Trustees acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees on 17 December 2019 and signed on their behalf, by:



J R Bennett

The notes on pages 11 to 19 form part of these financial statements.

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.

Colourful Life 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 Foundation and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

No separate SOFA has been presented for the Foundation alone as permitted by section 408 of the Companies Act 2006.

1.2 Company status

The Foundation is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the Foundation being wound up, the liability in respect of the guarantee is limited to £10 per member of the Foundation.

1.3 Basis of consolidation

The financial statements consolidate the accounts of Colourful Life Foundation and all of its subsidiary undertakings ('subsidiaries').

The Foundation has taken advantage of the exemption contained within section 408 of the Companies Act 2006 not to present its own Income and Expenditure Account.

The income and expenditure account for the year dealt with in the accounts of the Foundation totalled a deficit of £58,782 (2018 - surplus of £264,517).

1.4 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 Foundation and which have not been designated for other purposes.

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

1. Accounting Policies (continued)

1.5 Income

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

Donations are recognised on a receivable basis (where there are no performance-related conditions attached) where the receipt is probable and the amount can be reliably measured.

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

1.6 Expenditure

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Charitable activities and Governance costs are costs incurred on the Foundation's operations, including support costs and costs relating to the governance of the Foundation apportioned to charitable activities.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

1.7 Tangible fixed assets and depreciation

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. 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:

Fixtures and fittings	- 25% straight line
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1.8 Investments

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

1.9 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.10 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.

Notes to the Financial Statements
For the Year Ended 31 March 2019

1. Accounting Policies (continued)

1.11 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the Foundation anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

1.12 Financial instruments

The Foundation only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

2. Income from donations and legacies

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Donations	90,617	-	90,617	90,895
	<u>90,617</u>	<u>-</u>	<u>90,617</u>	<u>90,895</u>
Total 2018	<u>90,895</u>	<u>-</u>	<u>90,895</u>	

3. Fundraising income

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Fundraising	1,020	-	1,020	2,305
	<u>1,020</u>	<u>-</u>	<u>1,020</u>	<u>2,305</u>
Total 2018	<u>2,305</u>	<u>-</u>	<u>2,305</u>	

Notes to the Financial Statements
For the Year Ended 31 March 2019

4. Trading activities

The Foundation has a wholly owned trading subsidiary, Equal World Limited, which is incorporated in England and Wales. The subsidiary company ceased trading in August 2015 and was dissolved on 2 April 2019. During the prior year, a loan due from Equal World Limited to Gemporia Limited, a company which has two directors in common with the Foundation, was written off.

The financial results for Equal World Limited are shown below:

	Total funds 2019 £	Total funds 2018 £
Charity trading income		
Loan write off	-	352,488
Trading expenses		
Tax	-	2,488
Net income from trading activities	-	350,000

5. Analysis of Expenditure by expenditure type

	Other costs 2019 £	Total 2019 £	Total 2018 £
Trading expenses and other costs	-	-	2,488
Costs of raising funds	-	-	2,488
Charitable activities costs	149,594	149,594	177,858
Governance costs	825	825	825
	150,419	150,419	181,171
Total 2018	181,171	181,171	

Notes to the Financial Statements
For the Year Ended 31 March 2019

6. Net income/(expenditure)

This is stated after charging:

	2019	2018
	£	£
Independent examiner remuneration	990	990

During the year, no Trustees received any remuneration (2018 - £Nil).

During the year, no Trustees received any benefits in kind (2018 - £Nil).

During the year, no Trustees received any reimbursement of expenses (2018 - £Nil).

7. Tangible fixed assets

	Fixtures and fittings
	£
Group and Foundation	
Cost	
At 1 April 2018 and 31 March 2019	40
Depreciation	
At 1 April 2018 and 31 March 2019	-
Net book value	
At 31 March 2019	40
At 31 March 2018	40

Notes to the Financial Statements
For the Year Ended 31 March 2019

8. Fixed asset investments

	Shares in group undertakings £
Foundation	
Cost	
At 1 April 2018 and 31 March 2019	1
Impairment	
At 1 April 2018	-
Charge for the year	1
At 31 March 2019	1
Net book value	
At 31 March 2019	-
At 31 March 2018	1

9. Debtors

	Group		Foundation	
	2019	2018	2019	2018
	£	£	£	£
Trade debtors	156	3,485	152	3,485
Amounts owed by group undertakings	-	-	-	2,500
Other debtors	710	626	710	626
	<u>866</u>	<u>4,111</u>	<u>862</u>	<u>6,611</u>

10. Creditors: Amounts falling due within one year

	Group		Foundation	
	2019	2018	2019	2018
	£	£	£	£
Accruals and deferred income	990	990	990	990

Notes to the Financial Statements
For the Year Ended 31 March 2019

11. Statement of funds

	Balance at 1 April 2018 £	Income £	Expenditure £	Balance at 31 March 2019 £
Statement of funds - current year				
Unrestricted funds				
General funds	132,015	91,637	(150,419)	73,233
Restricted funds				
Equal World Limited	(2,501)	-	-	(2,501)
Total funds	<u>129,514</u>	<u>91,637</u>	<u>(150,419)</u>	<u>70,732</u>
	Balance at 1 April 2017 £	Income £	Expenditure £	Balance at 31 March 2018 £
Statement of funds - prior year				
Unrestricted funds				
General funds	213,098	93,200	(174,283)	132,015
Restricted funds				
Equal World Limited	(352,501)	352,488	(2,488)	(2,501)
Last Degree Challenge	4,400	-	(4,400)	-
Total funds	<u>135,003</u>	<u>445,688</u>	<u>(181,171)</u>	<u>129,514</u>

12. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £
Tangible fixed assets	40	-	40
Current assets	74,183	(2,501)	71,682
Creditors due within one year	(990)	-	(990)
	<u>73,233</u>	<u>(2,501)</u>	<u>70,732</u>

Analysis of net assets between funds - prior year

	Unrestricted funds 2018 £	Restricted funds 2018 £	Total funds 2018 £
Tangible fixed assets	40	-	40
Current assets	132,965	(2,501)	130,464
Creditors due within one year	(990)	-	(990)
	<u>132,015</u>	<u>(2,501)</u>	<u>129,514</u>

13. Related party transactions

During the year, the Foundation operated rent-free from a property owned by S C Bennett, a Trustee.

14. Controlling party

The Foundation is controlled by the Board of Trustees.

Colourful Life Foundation
(A Company Limited by Guarantee)

Notes to the Financial Statements
For the Year Ended 31 March 2019

15. Principal subsidiaries

Equal World Limited

Subsidiary name	Equal World Limited
Company registration number	08794958
Basis of control	Wholly owned subsidiary
Equity shareholding %	100%

Total assets as at 31 March 2019	£	-
Total liabilities as at 31 March 2019	£ (2,500)	
Total equity as at 31 March 2019	£ (2,500)	

Turnover for the year ended 31 March 2019	£	-
Expenditure for the year ended 31 March 2019	£	-
Result for the year ended 31 March 2019	£	-