

REGISTERED COMPANY NUMBER: 06627950 (England and Wales)  
REGISTERED CHARITY NUMBER: 1124106

**Report of the Trustees and  
Unaudited Financial Statements For The Year Ended 30 June 2016  
for  
Mazzini Garibaldi Foundation**

Sheen Stickland  
Chartered Accountants  
7 East Pallant  
Chichester  
West Sussex  
PO19 1TR

**Mazzini Garibaldi Foundation**

**Contents of the Financial Statements  
for the Year Ended 30 June 2016**

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## **Mazzini Garibaldi Foundation**

### **Report of the Trustees for the Year Ended 30 June 2016**

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The trustees present their report with the financial statements of the charity for the year ended 30 June 2016. The trustees have adopted the provisions of 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).

#### **REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**  
06527950 (England and Wales)

**Registered Charity number**  
1124106

**Registered office**  
79 Essex Road  
London  
N1 2SF

#### **Trustees**

S Antoniazi	
G Besagni	
P F J M Capella	Vice Chairman
P V J Ciccone	Chairman
V S Menozzi	
D A Pini	
A Tondelli	
M G A Vignali	
J A Zani	

#### **Secretary**

P V J Ciccone

#### **Independent Examiner**

Mr P E H Wright FCA DChA  
Sheen Stickland  
Chartered Accountants  
7 East Pallant  
Chichester  
West Sussex PO19 1TR

#### **Investment Managers**

Coutts and Co  
440 Strand  
London WC2R 0QS

#### **Bankers**

Coutts and Co  
440 Strand  
London WC2R 0QS

## STRUCTURE, GOVERNANCE AND MANAGEMENT

### Governing document

The Charity is a Company limited by guarantee. It was incorporated on 7 March 2008 and registered as a charity on 17 May 2008. It is governed by its memorandum and articles of association.

### Recruitment and appointment of new trustees

The initial trustees were appointed because of their knowledge and understanding of the aims and objectives of the Charity. New trustees are appointed by the existing trustees who will consider on a regular basis, whether additional trustees are required to fulfil specific roles within the Charity. In identifying new trustees consideration will be given to their background, relevant skills and knowledge of the area in which the Charity operates. The overriding requirement for all trustees is that they must be in sympathy with the Charity's objectives and are able to offer time and skills to support the Charity.

New trustees will receive training from the Charity's professional advisors and the existing trustees.

### Risk management

The trustees are assessing the major risks to which the Charity is exposed and believe that by monitoring reserve levels, ensuring controls exist over key financial systems and by examining the operational risks faced by the Charity, they have established effective systems to mitigate those risks.

## OBJECTIVES AND ACTIVITIES

### Objectives and aims

The objects for which the Charity is established are:-

- (1) To advance the education of the public and in particular the Italian community in the United Kingdom:
  - (i) in the subjects of literature, science and art; and
  - (ii) by providing and assisting in the establishment of lectures, classes, examinations, bursaries and scholarships.
- (2) To advance education in the Italian language and culture.
- (3) To relieve the mental and physical sickness of the general public, and in particular the Italian community in the United Kingdom through the provision of financial assistance and support to convalescent and residential care homes, hospitals, infirmaries or any other charitable institutions.
- (4) To benefit persons of Italian descent who are resident in the United Kingdom by relieving either generally or individually those who are in conditions of need, hardship or distress.
- (5) The promotion of equality and diversity for the public benefit by, for example:
  - (i) advancing education and raising awareness about peoples from different countries or racial groups to promote good relations between such persons;
  - (ii) promoting knowledge and mutual understanding between peoples of different countries or racial groups; in particular between the British and Italian communities in the United Kingdom.
- (6) To promote for the benefit of the Italian community in the United Kingdom the provision of facilities for recreation of other leisure time occupation of individuals who have need of such facilities by reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances or for the public at large in the interests of social welfare and with the object of improving the condition of life of the said inhabitants.
- (7) Such other charitable purposes as the trustees shall in the absolute discretion from time to time decide.

### Grant making

Grant applications are welcomed from individuals and groups from the Italian community living in the United Kingdom. Applications are assessed to ensure that they meet the objectives of the Charity and benefit numerous people. Approval for payment is given at trustee board meetings.

## Mazzini Garibaldi Foundation

### Report of the Trustees for the Year Ended 30 June 2016

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#### ACHIEVEMENT AND PERFORMANCE

##### Public Benefit

The trustees have paid due regard to the Charity Commission's guidance on public benefit. They wish to ensure that the widest possible public benefit is secured within the parameters set down in the memorandum and articles of association. They achieve this by considering all applications submitted to them and will consciously seek to make grants to a wide range of applicants.

##### Achievement

During the year the Charity was able to continue grant making and made grants to seven eligible groups.

##### Investment performance

Investment performance reports are made once a quarter by the investment managers. The reports show an average net portfolio return of -7.64% (2015: 2.3%) was achieved during the year. Income received from investments in the period was £39,774 (2015: £36,281). Realised gains on investments during the period were £10,202 (2015: realised gain £19,329). Unrealised losses on investments at 30 June 2016 amounted to £47,826 (2015: unrealised gain £29,518).

#### FINANCIAL REVIEW

##### Reserves policy

The Charity was set up to receive a single donation from the members of the Mazzini Garibaldi Club Limited and does not anticipate receiving any further substantial donations in the foreseeable future and has no plans to carry out fundraising activities.

The Charity intends to exist for many years providing support to eligible groups from income derived from investments. Accordingly the Charity's policy on reserves is to strive to maintain the original capital base as adjusted for movements in the retail price index and to distribute annually (on average) any surplus returns on investment arising.

The Charity will, however, also consider requests for more substantial donations on a case by case basis and will continue to review its reserve policy in the light of experience of requests for funding received.

##### Investment policy and objectives

The trustees have full unrestricted powers of investment.

Investments are managed through appointed investment advisors whose overall objective is to "Aim to enhance the real value of the Charity's initial investment over a five year time horizon". The Trustees aim to achieve a return that maintains the real (inflation adjusted) value of the capital whilst also delivering a cash flow to meet charitable grants and donations. The Trustees wish to follow a total return approach. Sufficient liquidity and cash reserves should be maintained to meet annual donations and grants requirements.

##### FINANCIAL POSITION

Total income in the period comprised of interest received of £102 (2015: £138), dividends received of £39,673 (2015: £36,143) and realised gains on investments of £10,202 (2015: realised gain £19,329). Costs were incurred in managing the Charity's investments and during the year the Charity made grants totalling £66,328 (2015: £40,000).

The Charity has funds to carry forward of £1,538,123 (2015: £1,616,624). There are no restrictions placed on these funds although the trustees have decided that grants will be mainly made out of the income received from the investments.

##### FUTURE DEVELOPMENTS

Now that the Charity has an established investment base, the trustees are able to offer grants and will continue to develop the Charity's links with potential beneficiaries and raise the profile of the Charity.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Mazzini Garibaldi Foundation

Report of the Trustees  
for the Year Ended 30 June 2016

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ON BEHALF OF THE TRUSTEES



.....  
P V J Ciccone - Trustee

Date: 30/1/17

**Independent Examiner's Report to the Trustees of  
Mazzini Garibaldi Foundation**

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I report on the accounts for the year ended 30 June 2016 set out on pages six to sixteen.

**Respective responsibilities of trustees and examiner**

The Charity's trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the accounts. The Charity's trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is required.

Having satisfied myself that the Charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under Section 145 of the 2011 Act
- to follow the procedures laid down in the General Directors given by the Charity Commission (under Section 145(5)(b) of the 2011 Act); and
- to state whether particular matters have come to my attention.

**Basis of the independent examiner's report**

My examination was carried out in accordance with the General Directors given by the Charity Commission. An examination includes a review of the accounting records kept by the Charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statements below.

**Independent examiner's statement**

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements
  - to keep accounting records in accordance with Section 386 and 387 of the Companies Act 2006; and
  - to prepare accounts which accord with the accounting records, comply with the accounting requirements of Sections 394 and 395 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have not been met; or

- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Mr P E H Wright FCA DChA  
Sheen Stickland  
Chartered Accountants  
7 East Pallant  
Chichester  
West Sussex  
PO19 1TR

Date: 30/7/17

Mazzini Garibaldi Foundation

Statement of Financial Activities  
(Incorporating an Income and Expenditure Account)  
for the Year Ended 30 June 2016

		2016 Unrestricted funds £	2015 Unrestricted funds £
	Notes		
<b>INCOME FROM</b>			
Investment income	2	39,775	36,281
<b>Total</b>		39,775	36,281
<b>EXPENDITURE ON</b>			
Raising funds	3	11,368	15,837
Charitable activities	4	69,284	43,400
Grant making			
<b>Total</b>		80,652	59,237
Unrealised gains/(losses) on investment assets		(47,826)	29,518
Realised gains/(losses) on investment assets		10,202	19,329
<b>NET INCOME/(EXPENDITURE)</b>		(78,501)	25,891
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>		1,616,624	1,590,733
<b>TOTAL FUNDS CARRIED FORWARD</b>		£1,538,123	£1,616,624

Mazzini Garibaldi Foundation

Balance Sheet  
At 30 June 2016

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		2016 Unrestricted funds £	2015 Unrestricted funds £
<b>FIXED ASSETS</b>	Notes		
Investments	10	1,537,016	1,606,254
		-----	-----
<b>CURRENT ASSETS</b>			
Cash at bank		17,285	28,970
		-----	-----
<b>CREDITORS</b>			
Amounts falling due within one year	11	(16,178)	(18,600)
		-----	-----
<b>NET CURRENT ASSETS</b>		1,107	10,370
		-----	-----
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		1,538,123	1,616,624
		-----	-----
<b>NET ASSETS</b>		£1,538,123	£1,616,624
		-----	-----
<b>FUNDS</b>			
Unrestricted funds	12	1,538,123	1,616,624
		-----	-----
<b>TOTAL FUNDS</b>		£1,538,123	£1,616,624
		-----	-----

**Mazzini Garibaldi Foundation**

**Balance Sheet - continued  
At 30 June 2016**

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The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2016.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 30 June 2016 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the Board of Trustees on 30 January 2017 and were signed on its behalf by:



.....  
P V J Ciccone - Trustee

Mazzini Garibaldi Foundation

Cash Flow Statement  
for the Year Ended 30 June 2016

		2016	2015
	Notes	£	£
<b>Cash flows from operating activities:</b>			
Cash generated from operations	1	(83,074)	(52,277)
		-----	-----
<b>Net cash provided by (used in) operating activities</b>		(83,074)	(52,277)
		-----	-----
<b>Cash flows from investing activities:</b>			
Purchase of fixed asset investments		(239,201)	(522,119)
Sale of fixed asset investments		265,917	548,335
Dividends received		39,673	36,143
Interest received		102	138
		-----	-----
<b>Net cash provided by (used in) investing activities</b>		66,491	62,497
		-----	-----
<b>Change in cash and cash equivalents in the reporting period</b>		(16,583)	10,220
<b>Cash and cash equivalents at the beginning of the reporting period</b>		122,080	111,856
		-----	-----
<b>Cash and cash equivalents at the end of the reporting period</b>		105,497	122,076
		=====	=====

**Mazzini Garibaldi Foundation**

**Notes to the Cash Flow Statement  
for the Year Ended 30 June 2016**

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**1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	2016	2015
	£	£
<b>Net Income/(expenditure) for the reporting period (as per the statement of financial activities)</b>	(78,501)	25,981
<b>Adjustments for:</b>		
Losses/(gain) on investments	37,624	(48,847)
Interest received	(102)	(138)
Dividends received	(39,673)	(36,143)
Increase/(decrease) in creditors	(2,422)	(6,960)
	-----	-----
<b>Net cash provided by (used in) operating activities</b>	<b>(83,074)</b>	<b>(52,277)</b>
	=====	=====

1. ACCOUNTING POLICIES

**Basis of preparing the financial statements**

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The charity transitioned from previously extant UK GAAP to FRS 102 as at 1 April 2014. There has been no effect to the reported position as a result of the transition to FRS 102.

**Income**

All income is included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

**Expenditure**

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure. Governance costs comprise the cost of governance arrangements which relate to the general running of the Charity.

**Taxation**

The charity is exempt from corporation tax on its charitable activities.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**Fixed Asset Investments**

Investment assets are shown in the balance sheet at market value. All changes in value in the year, whether or not realised, are reported in the gains and losses on investment assets section of the Statement of Financial Activities.

2. INVESTMENT INCOME

	2016	2015
	£	£
Interest received	102	138
Dividends	39,673	36,143
	-----	-----
	£39,775	£36,281
	=====	=====

**Mazzini Garibaldi Foundation**

**Notes to the Financial Statements  
for the Year Ended 30 June 2016**

**3. RAISING FUNDS**

<b>Investment management costs</b>	2016	2015
Portfolio management	£11,368	£15,837
	=====	=====

**4. CHARITABLE ACTIVITIES COSTS**

	Grant funding of activities (See note 5)	Support costs (See note 6)
Grant making	£66,328	£2,956
	-----	-----
	£66,328	£2,956
	=====	=====

**5. GRANTS PAYABLE**

Grants approved for payment during the year were as follows -

<b>To Institutions</b>	<b>Purpose</b>	2016 £	2015 £
Villa Scalabrini	Equipment for care home	15,000	15,000
Coasit	Supporting education of the Italian language	25,000	-
Olimpiadi Gioventu Italiana	To provide all young people in the Italian communities of the UK the opportunity to take part in a three day Olympic event regardless of ability	5,000	-
Arandora Star London Memorial Trust	Exhibition	(2,500)	8,000
St Peter's Italian Church Benvenuto A Bordo	Providing practical information to Italians moving to the UK	-	3,000
St Peter's Italian Church	Property repairs	10,000	-
		-----	-----
<b>Total to Institutions</b>		52,500	26,000
<b>Other grants</b>	Supporting Italian Culture	2,700	1,300
	Creation and maintenance of online community resource	5,000	9,300
	Welfare Assistance	-	3,400
	Educational Assistance	6,128	-
		-----	-----
<b>Total Grants Payable</b>		£66,328	£40,000
		=====	=====

Mazzini Garibaldi Foundation

Notes to the Financial Statements  
for the Year Ended 30 June 2016

6.	<b>SUPPORT COSTS</b>	2016	2015
	<b>Governance costs</b>	£	£
	PO Box	13	-
	Legal fees	-	240
	Independent Examiner's fees	2,400	2,160
	Management	500	1,000
	Website	43	-
		-----	-----
		£2,956	£3,400
		=====	=====

7.	<b>NET INCOME/(EXPENDITURE)</b>	2016	2015
	Net income is stated after charging/(crediting):		
	Independent Examiner's fees	£2,400	£2,160
		=====	=====

8. **TRUSTEES' REMUNERATION AND BENEFITS**

The Memorandum and Articles of Association permit the repayment to trustees of reasonable expenses incurred. They also permit the payment of remuneration in specified circumstances.

	2016	2015
Trustees' remuneration	£500	£500
	=====	=====

The trustees authorised and paid £500 (2015: £500) to the treasurer S Antoniazzi who is also a trustee.

**Trustees' Expenses**

There were no trustees' expenses claimed or incurred neither for the year ended 30 June 2016 nor for the year ended 30 June 2015. In the event of a trustee submitting a claim for expenses this would be subject to the Charity's normal internal control procedures.

9.	<b>STAFF COSTS</b>	2016	2015
	Honorary	-	£500
		=====	=====

The average monthly number of employees during the year was as follows:

	2016	2015
Support staff	-	1
	=====	=====

**Mazzini Garibaldi Foundation**

**Notes to the Financial Statements  
for the Year Ended 30 June 2016**

10.	<b>FIXED ASSET INVESTMENTS (excluding cash)</b>	Listed investments
	<b>MARKET VALUE</b>	£
	At 1 July 2015	1,513,144
	Additions	239,201
	Disposals	(255,712)
	Revaluations	(47,826)
		-----
		1,448,806
		-----
	Market Value (excluding cash)	1,448,806
	Cash held as part of investment	88,210
		-----
	<b>NET BOOK VALUE</b>	
	At 30 June 2016	£1,537,016
		=====
	At 30 June 2015	£1,606,254
		=====

The historical cost of investments at 30 June 2016 was £1,457,245 (2015: £1,468,408) and investments which are individually material within the investment portfolio are detailed as follows:

	2016	2015
	£	£
Coutts Multi Asset UK Growth Fund	286,475	303,163
Coutts US Equity Index Programme Series 2	49,578	89,087
Coutts UK Equity Index Programme Series 2	510,811	607,535
	=====	=====

Listed investments above include the cash balance on the settlement account held by the investment managers at the balance sheet date of £88,210 (2015: £93,110).

11.	<b>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>	2016	2015
		£	£
	Bank loans and overdrafts	9,578	400
	Accruals and deferred income	6,600	18,200
		-----	-----
		£16,178	£18,600
		=====	=====

The Charity operates a sweep system over its bank accounts. The overdrawn bank account balance is due to outstanding cheques not yet presented. The Charity has no bank borrowings.

**Mazzini Garibaldi Foundation**

**Notes to the Financial Statements  
for the Year Ended 30 June 2016**

12. MOVEMENT IN FUNDS	At 1.7.15 £	Net movement in funds £	At 30.6.16 £
<b>Unrestricted funds</b>			
General fund	1,616,624	(78,501)	1,538,123
<b>TOTAL FUNDS</b>	<u>£1,616,624</u>	<u>£(78,501)</u>	<u>£1,538,123</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	39,775	80,652	(37,624)	(78,501)
<b>TOTAL FUNDS</b>	<u>£39,775</u>	<u>£80,652</u>	<u>£(37,624)</u>	<u>£(78,501)</u>

**13. RELATED PARTIES**

There were no related party transactions for the year ended 30 June 2016.

**Mazzini Garibaldi Foundation**

**Detailed Statement of Financial Activities  
for the Year Ended 30 June 2016**

	2016 £	2015 £
<b>INCOME</b>		
<b>Investment Income</b>		
Interest received	102	138
Dividends	39,673	36,143
<b>Total incoming resources</b>	<u>39,775</u>	<u>36,281</u>
<b>EXPENDITURE</b>		
<b>Investment management costs</b>		
Portfolio management	11,368	15,837
<b>Charitable activities</b>		
Grants	66,328	40,000
<b>Governance costs</b>		
PO Box	13	-
Legal fees	-	240
Independent Examiner's Fees	2,400	2,160
Management	500	500
Secretarial remuneration	-	500
Website	43	-
Filing fees	-	-
	<u>69,284</u>	<u>43,400</u>
<b>Total resources expended</b>	<u>80,652</u>	<u>59,237</u>
<b>Net (expenditure)/Income before movements on unrealised gains and losses</b>	(40,877)	(22,956)
<b>Gains and losses</b>		
Unrealised (losses)/gains on investment assets	(47,826)	29,518
Realised gains/(losses) on investment assets	10,202	19,329
<b>Net (expenditure)/Income</b>	<u>£(78,501)</u>	<u>£25,891</u>