

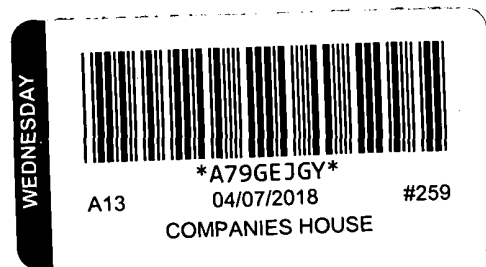
**Parabola Foundation  
(A charitable company limited by guarantee)**

**Trustees' Report and Financial Statements**

**For the year ended 31 March 2018**

**Charity number: 1156008**

**Company number: 08812870**



# Parabola Foundation

## Report of the Trustees for the year ending 31st March 2018

The Trustees' are pleased to present their report together with the financial statements for the charitable company for the year ended 31 March 2018. The financial statements have been prepared in accordance with the accounting policies set out on page 9 of the financial statements and comply with their Articles of Association, the Charities Act 2011, the Companies Act 2006 and the requirements 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 (FRS102).

### Reference and administrative details

Charity number	1156008
Company registration number	08812870
Principal office and principal place of business	Broadgate Tower 20 Primrose Street London EC2A 2EW
Trustees	Peter John Millican (Chair) Anne Deborah Millican Deborah Jude
Auditor	RSM UK Audit LLP 1 St James' Gate Newcastle upon Tyne NE1 4AD

### Directors

The directors of the charitable company (the charity) are its Trustees for the purpose of charity law. The Trustees and officers serving during the year and since the year end are listed above.

The company has made qualifying third party indemnity provisions for the benefit of its directors during the year. These provisions remain in force at the reporting date.

### Structure, governance and management

#### Governing Document

Parabola Foundation is a company limited by guarantee governed by its Memorandum and Articles of Association dated 12 December 2013. It is registered as a charity with the Charity Commission.

#### Organisation Structure

The charity has a minimum of three members. Accounting is performed by Parabola Real Estate Investment Management LLP and is a charitable donation. Each board member agrees to contribute an amount not exceeding £1 in the event of the charitable company winding up.

#### Trustee Recruitment and Training

New Trustees are appointed by Peter John Millican and the existing trustees and are chosen based on skills they have to offer to ensure the development of the charity's activities. Training will be made available to the trustees when it is required.

# **Parabola Foundation**

## **Report of the Trustees for the year ending 31st March 2018 (continued)**

### **Related parties**

Peter John Millican, chair of the Board of Trustees, is a director of Parabola Estate Holdings Limited and Parabola Land Limited who donated to the charity during the year. Peter John Millican is also a director of Poverty Relief Foundation Limited, Kings Place Music Foundation and Ruwenzori Sculpture Foundation who received donations from the charity during the year. Peter John Millican is also a Director of Green & Fortune Limited who provided services to charitable causes during the year. Further details of transactions with related parties are given in note 10 to the financial statements.

### **Objectives and activities**

The objects of the charity are to further charitable and cultural projects that will bring benefit to the public. It has been particularly keen to support music and the arts in a way that benefits the community. The charity carefully evaluates all applications for funds based on merit.

### **Public Benefit**

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on the public benefit when reviewing its aims and objectives and in planning its future support.

### **Strategic Report**

#### **Achievements and performance**

During the period the charity supported Kings Place Music Foundation, Aurora Orchestra, Core (Guts) UK, Friends of Hawthorn School, Ruwenzori Sculpture Foundation, Poverty Relief Foundation, Blessed Sacrament school, Newcastle University and Hexham Book Festival. The charity measures its success by the good that it has achieved over the year.

#### **Financial Review**

Operations in the period resulted in a deficit of £186,302 (2017: £763,541 deficit) representing the excess of committed expenditure over income. Charitable expenditure increased during the year due to the commitment to fund bowel cancer research, & the charity received income donations during the year of £2,000,000 (2017: £10,601). Other Income includes a refunded political donation made in the previous financial year of £50,000.

Net liabilities have increased from £187,562 in 2017 to £373,864 in 2018 as a result of a deficit in the period. Further details on the going concern of the charity are given in the accounting policies. Cash at bank has increased to over £1m as at 31 March 2018 however, commitments are in place for accounts payable over the next 5 years.

#### **Reserves Policy**

The Trustees' policy is to hold circa 12 months turnover as reserves. Cash at bank at the reporting date is sufficient to cover current liabilities and budgeted expenditure for 12 months. There was a deficit at the end of the period of £373,864 (2017: £187,562 deficit). The common director of the Parabola Group of companies, Peter John Millican intends to donate from the Parabola Group in the coming years to meet the obligations of future donations. The trustees regard this to be adequate to support the charitable company's year end deficit and future obligations.

#### **Going Concern**

The Trustees are satisfied that the organisation is able to operate for the foreseeable future on the basis of known and reasonable projected levels of income and therefore the going concern basis of accounting is appropriate.

# Parabola Foundation

## Report of the Trustees for the year ending 31st March 2018 (continued)

### Risk management

The trustees have examined the major strategic business and operational risks that the charity faces to ensure that systems are in place to monitor them. The principal risk that the charity faces is the commercial success of its primary donor Parabola Land Limited, or other Parabola entities.

### Plans for Future Periods

The charity aims to continue to support projects that bring benefit to the wider public. The charity has entered an agreement with Core (Guts) UK to make funds available over a five year period to fund ongoing bowel cancer research.

### Trustees' Responsibilities

The trustees (who are also directors of Parabola Foundation for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure of the charitable company for that period. In preparing those 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;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed subject to any departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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.

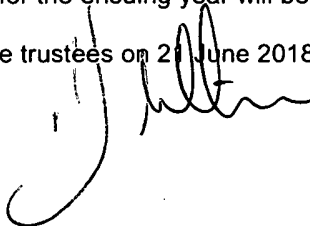
In so far as the trustees are aware:

- There is no relevant information of which the charitable company's auditor is unaware; and
- The trustees have taken all steps that they ought to have taken to make themselves aware of any relevant information and to establish that the auditor are aware of that information.

RSM UK Audit LLP were appointed as auditor on 6 March 2018. A resolution to appoint RSM UK Audit LLP as auditor for the ensuing year will be proposed at the forthcoming annual general meeting.

Approved by the trustees on 21 June 2018 and signed on their behalf by:

Peter J Millican  
Trustee



# Parabola Foundation

## Independent Auditors' Report to the members of Parabola Foundation for the year ended 31 March 2018

### Opinion on financial statements

We have audited the financial statements of Parabola Foundation (the 'charitable company') for the year ended 31 March 2018 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement 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 FRS 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 charitable company's affairs as at 31 March 2018 and of its incoming resources and application of resources, including its 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 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 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.

### 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 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.

### Other information

The trustees are responsible for the other information. The other information comprises the information included in the Trustees' Report 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 Trustees' Report and the incorporated Strategic Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' Report and the incorporated Strategic Report have been prepared in accordance with applicable legal requirements.

# Parabola Foundation

## Independent Auditors' Report to the members of Parabola Foundation for the year ended 31 March 2018

### Matters on which we are required to report by exception

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

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, or returns adequate for our audit have not been received from branches not visited by us; or
- the 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

As explained more fully in the Statement of Trustees' responsibilities set out on page 3, 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 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 charitable company or to cease operations, or have no realistic alternative but to do so.

### 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 <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

### Use of our report

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.

RSM UK Audit LLP

LUCY ROBSON (Senior Statutory Auditor)

For and on behalf of RSM UK AUDIT LLP, Statutory Auditor  
Chartered Accountants

1 St James' Gate

Newcastle upon Tyne, NE1 4AD

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## Parabola Foundation

### Statement of Financial Activities (incorporating income and expenditure account) for the year ending 31 March 2018

	Note	Total Unrestricted Funds Year ended 31 March 2018 £	Total Unrestricted Funds Year ended 31 March 2017 £
<b>Income from:</b>			
Other Income	1	60,000	-
Donations and legacies	1	2,000,000	10,601
Interest and Investments	1	227	483
<b>Total income</b>		<b>2,060,227</b>	<b>11,084</b>
<b>Expenditure on:</b>			
<b>Charitable activities:</b>			
Support other charitable objectives to benefit the wider public	2	2,236,529	774,625
<b>Total expenditure</b>		<b>2,236,529</b>	<b>774,625</b>
<b>Tax payable</b>	3	<b>(10,000)</b>	-
Net movement in funds		<b>(186,302)</b>	<b>(763,541)</b>
<b>Reconciliation of funds</b>			
<b>Total (deficit) / funds brought forward</b>	7	<b>(187,562)</b>	<b>575,979</b>
<b>Total deficit carried forward</b>		<b>(373,864)</b>	<b>(187,562)</b>

All incoming resources and resources expended are derived from continuing activities.

The statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 9 to 16 form part of these financial statements

# Parabola Foundation

Company Number: 08812870

## Balance Sheet at 31 March 2018

	Note	Unrestricted funds 2018 £	Unrestricted funds 2017 £
<b>Current assets</b>			
Cash at bank		1,027,233	12,438
		<b>1,027,233</b>	<b>12,438</b>
<b>Liabilities</b>			
Creditors - amounts falling due within one year	5	326,097	60,000
		<b>326,097</b>	<b>60,000</b>
<b>Net current assets/ (liabilities)</b>		<b>701,136</b>	<b>(47,562)</b>
Creditors – amounts falling due in more than one year	6	1,075,000	140,000
<b>Total assets less current liabilities</b>		<b>(373,864)</b>	<b>(187,562)</b>
<b>The funds of the charity</b>			
Unrestricted (deficit)/ funds	7	(373,864)	(187,562)
<b>Total charity (deficit)/ funds</b>		<b>(373,864)</b>	<b>(187,562)</b>

The financial statements on pages 6 to 16 were approved by the Board of Trustees on 21 June 2018 and were signed on its behalf by:

  
Peter J Millican  
Trustee



# Parabola Foundation

## Statement of Cash Flows for the year ending 31 March 2018

		2018	2017
	Note	£	£
<b>Cash flows from operating activities:</b>			
Cash generated from operations		1,024,568	(821,184)
Tax paid		(10,000)	-
<b>Net cash provided by/ (used in) operations</b>	<b>9</b>	<b>1,014,568</b>	<b>(821,184)</b>
<b>Cash flows from financing activities:</b>			
Interest received		227	483
<b>Net cash provided by financing activities</b>		<b>227</b>	<b>483</b>
Increase/ (Decrease) in cash and cash equivalents in the year		1,014,795	(820,701)
Cash and cash equivalents at the start of the year		12,438	833,139
<b>Cash and cash equivalents at the end of the year</b>		<b>1,027,233</b>	<b>12,438</b>
<b>Relating to:</b>			
Cash at bank		1,027,233	12,438
<b>Total cash and cash equivalents</b>		<b>1,027,233</b>	<b>12,438</b>

# Parabola Foundation

## Accounting policies

### Basis of preparation

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 (FRS102) – Charities SORP (FRS102), the Financial Reporting Standard applicable in the UK (FRS102) and the Companies Act 2006.

Parabola Foundation is a Charitable Company limited by Guarantee, registered in England. The address of the Charity's registered office and principal place of business is Broadgate Tower, 20 Primrose Street, London, EC2A 2EW. The charity meets the definition of public benefit entity under FRS102.

Assets and liabilities are initially recognised at historical cost of transaction value unless otherwise stated in the relevant accounting policy note.

The financial statements are presented in sterling which is also the functional currency of the charitable company.

Monetary amounts in these statements are rounded to the nearest £ except where otherwise indicated.

### Going concern

Financial Reporting Standard 102 requires, if appropriate, the charity's financial statements are prepared on the going concern basis, which means that the charity is able to operate for the foreseeable future on the basis of known and reasonable projected resources. There are no material uncertainties in respect of the charity's ability to continue as going concern. Although the nature of donations is difficult to forecast, the trustees believe there is sufficient support to the charity to enable the charity to continue to meet its liabilities as they fall due. The entity is in a deficit position at the year ended 31 March 2018, however it has net current assets, and expects to receive income in the next reporting period to cover non-current liabilities and budgeted future expenditure. As a result the going concern basis of accounting is appropriate.

### Incoming resources

Income is recognised in the period in which the charitable company has entitlement to the funds, any conditions attached to the income have been met, it is probable that the income will be received and the amount can be measured reliably.

#### *Donation Income*

Donation Income is included in the Statement of Financial Activities when receivable.

#### *Interest receivable*

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

### Resources expended

Expenditure is all considered as expenditure on charitable activities. Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party; it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of VAT.

# **Parabola Foundation**

## **Accounting policies (continued)**

### **Expenditure on charitable activities including grants payable**

Grants payable are recognised when an unconditional offer has been made by the Foundation. Grants offered which are subject to conditions are recognised when the trustees have reason to believe that the conditions have been met. Where the trustees approve a grant that is payable in instalments over a period of a number of years without specific conditions attached, the total amount of that grant is charged in the accounts during the year of approval.

### **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 and which have not been designated for other purposes.

### **Financial instruments**

The charity has elected to apply the provisions of Section 11 "Basic Financial Instruments" and Section 12 "Other Financial Instruments Issues" of FRS102, in full to all of its financial instruments.

All of the charities financial assets and financial liabilities qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

### **Cash at bank and in hand**

Cash at bank and cash in hand includes cash held at bank and cash in hand.

### **Creditors**

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of all funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at their settlement amount.

### **Critical accounting estimates and areas of judgement**

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under circumstances.

# Parabola Foundation

## Notes to the financial statements for the year ended 31 March 2018

### 1. Income

#### Donations and Legacies / Other Income

	<b>Total Unrestricted Funds Year ended 31 March 2018 £</b>	<b>Total Unrestricted Funds Year ended 31 March 2017 £</b>
Donations	2,000,000	10,601
Other Income (as disclosed below)	60,000	-
	<b>2,060,000</b>	<b>10,601</b>

#### Investment Income

	<b>Total Unrestricted Funds Year ended 31 March 2018 £</b>	<b>Total Unrestricted Funds Year ended 31 March 2017 £</b>
Bank interest receivable	227	483
	<b>227</b>	<b>483</b>

#### Other income

Other Income is a refund of a prior year donation that was paid from the charity in error (£50,000). This was refunded by the beneficiary and fully disclosed to the Charity Commission. A tax liability crystallised on this donation, which was then personally paid in to the charity by one of the Trustees, and treated as Other Income (£10,000).

### 2. Expenditure on charitable activities

	<b>Total Unrestricted Funds Year ended 31 March 2018 £</b>	<b>Total Unrestricted Funds Year ended 31 March 2017 £</b>
Governance costs	14,606	1,590
Other expenditure	3,423	-
Donations	2,218,500	773,035
	<b>2,236,529</b>	<b>774,625</b>

Other expenditure represents amounts paid to Green & Fortune for services provided to charitable organisations.

# Parabola Foundation

## Notes to the financial statements for the year ended 31 March 2018

### 2. Expenditure on charitable activities (continued)

Governance costs are made up as follows:

	Total Unrestricted Funds Year ended 31 March 2018 £	Total Unrestricted Funds Year ended 31 March 2017 £
<b>Fees paid to RSM:</b>		
Audit fees	4,800	-
Accountancy services	780	1,050
Legal and professional fees	9,026	540
	<b>14,606</b>	<b>1,590</b>
<b>Donations:</b>		
	Total Unrestricted Funds Year ended 31 March 2018 £	Total Unrestricted Funds Year ended 31 March 2017 £
<b>Amounts paid to institutions:</b>		
Creative Arts	886,000	673,035
Other	1,332,500	100,000
	<b>2,218,500</b>	<b>773,035</b>
	£	£
<b>Institutions:</b>		
Kings Place Music Foundation	845,000	599,500
Bowel Cancer Research (a)	1,250,000	-
Poverty Relief Foundation	50,000	50,000
Other	73,500	123,535
	<b>2,218,500</b>	<b>773,035</b>

(a) A memorandum of understanding has been signed with Core (Guts) UK that donations will be made over 5 years to March 2023. The funds will be provided to South Tyneside NHS Foundation, Newcastle University or any other institutions as identified by the Core (Guts) UK trustees to fund the continuing research into finding a cure for bowel cancer.

# Parabola Foundation

## Notes to the financial statements for the year ended 31 March 2018

### 3. Taxation

	Total Unrestricted Funds Year ended 31 March 2018 £	Total Unrestricted Funds Year ended 31 March 2017 £
Corporation tax – prior year	10,000	-
	<b>10,000</b>	-

The charity is exempt from tax on income and gains falling within Section 505 of the Taxes Act 1988 or Section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

A £10,000 tax charge arose due to a non-charitable donation having been paid in 2017 which is disallowable under the Charities Commission SORP. This was corrected in 2018 (charity funds returned as other income), however a corporation tax liability was still payable within the year.

### 4. Staff costs, Trustees' remuneration, benefits and expenses

The company has no employees.

There were no trustees' remuneration or other benefits or expenses paid for the year ending 31 March 2018 (2017: £nil).

### 5. Creditors: amounts falling due within one year

	At 31 March 2018 £	At 31 March 2017 £
Trade Payables	6,297	-
Accruals and deferred income	4,800	-
Accruals for grants payable	315,000	60,000
	<b>326,097</b>	<b>60,000</b>

### 6. Creditors: amounts falling due in more than one year

	At 31 March 2018 £	At 31 March 2017 £
Accruals for grants payable:		
Due within 2 - 5 years	1,075,000	140,000
	<b>1,075,000</b>	<b>140,000</b>

# Parabola Foundation

## Notes to the financial statements for the year ended 31 March 2018

### 7. Analysis of charitable funds

	At 31 March 2018 £	At 31 March 2017 £
<b>Unrestricted funds</b>		
As at 1 <sup>st</sup> April	(187,562)	575,979
Unrestricted funds movement	(186,302)	(763,541)
As at 31 <sup>st</sup> March	(373,864)	(187,562)

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

	Incoming Resources £	Resources Expended £	Movement in funds £
<b>Unrestricted funds</b>			
General Fund	2,060,227	2,246,529	(186,302)
<b>Total funds</b>	<b>2,060,227</b>	<b>2,246,529</b>	<b>(186,302)</b>

General funds are held in order to further the objects of the charity.

Net Asset by fund

**2018**

	Unrestricted funds £	Total funds £
Net current assets	701,136	701,136
Long term liabilities	(1,075,000)	(1,075,000)
	<b>(£373,864)</b>	<b>(£373,864)</b>

**2017**

	Unrestricted funds £	Total funds £
Net current liabilities	(47,562)	(47,562)
Long term liabilities	(140,000)	(140,000)
	<b>(£187,562)</b>	<b>(£187,562)</b>

### 8. Financial instruments

	31 March 2018 £	31 March 2017 £
<b>Carrying amount of financial liabilities</b>		
Measured at amortised cost	1,401,097	200,000

# Parabola Foundation

## Notes to the financial statements for the year ended 31 March 2018

### 9. Reconciliation of net movement in funds to net cash from operating activities

	31 March 2018 £	31 March 2017 £
Net movement in funds	(186,302)	(763,541)
Deduct interest receivable	(227)	(483)
Add back tax charge	10,000	-
Increase / (Decrease) in creditors	1,201,097	(57,160)
Net cash provided by operating activities	1,024,568	(821,184)

### 10. Related party transactions

Peter John Millican, chair of the Board of Trustees, is a director of Poverty Relief Foundation and Kings Place Music Foundation who received donations from the charity during the year. The charity regards these institutions to be related parties. In addition Peter is a Director of Parabola Estates Holdings Limited and Parabola Land Limited who paid donations to the charity during the year. Peter John Millican is also a Director of Green & Fortune Limited who provided services to charitable causes during the year.

The charity had the following transactions/balances with related parties:

	Ruwenzori Sculpture Foundation		Kings Place Music Foundation		Poverty Relief Foundation		Galleries Inc		Parabola Group*		Green & Fortune Limited	
	£ 2018	£ 2017	£ 2018	£ 2017	£ 2018	£ 2017	£ 2018	£ 2017	£ 2018	£ 2017	£ 2018	£ 2017
Income – donations	-	-	-	-	-	-	-	10,601	2,000,000	-	-	-
Expenditure - donations	36,000	36,000	845,000	599,500	50,000	50,000	-	-	-	-	-	-
Expenditure - Other	-	-	-	-	-	-	-	-	-	-	3,423	-
Debtor balances at year end	-	-	-	-	-	-	-	-	-	-	-	-
Creditor balances at year end	-	-	-	-	-	-	-	-	-	-	-	-

\* Parabola Group (Parabola Real Estate Holdings Limited - £1m & Parabola Land Limited – £1m)

Further, Other Income includes £10,000 received by one of the Trustees to cover the tax liability:

	31 March 2018 £	31 March 2017 £
Other Income	10,000	-



# Parabola Foundation

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## Notes to the financial statements for the year ended 31 March 2018

### 11. Legal status of charity

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.