

**PRINCE'S TRUST INTERNATIONAL**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE PERIOD SINCE INCORPORATION ON 17 JUNE 2014 TO 31 MARCH 2015**

**Company Registration No. 9090276**  
**Charity number 1159815**  
A company limited by guarantee not having share capital

# PRINCE'S TRUST INTERNATIONAL

## COMPANY INFORMATION

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# PRINCE'S TRUST INTERNATIONAL

## REFERENCE AND ADMINISTRATION

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### Trustees

The trustees of the charity in office during the period and up to the date of signing the financial statements were:

|                     | <b>Date of Appointment</b> |
|---------------------|----------------------------|
| Sir Nigel Knowles   | 01/07/2014                 |
| Lloyd Dorfman CBE   | 08/12/2014                 |
| Martina Milburn CBE | 17/06/2014                 |
| Sarah Haidry        | 17/06/2014                 |
| Amy Stirling        | 17/06/2014                 |

**Chief Executive** Alastair Da Costa

**Secretary** Sarah Haidry

**Company number** 9090276

**Charity number** 1159815

**Governing Instrument** Memorandum and Articles of Association

**Registered office** Prince's Trust House  
9 Eldon Street  
London  
EC2M 7LS

**Independent Auditors** PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
1 Embankment Place  
London WC2N 6RH

**Bankers** National Westminster Bank plc  
3rd Floor  
280 Bishopsgate  
London  
EC2M 4RB

**Solicitors** Reed Smith  
The Broadgate Tower  
20 Primrose Street  
London EC2A 2RS

## **PRINCE'S TRUST INTERNATIONAL**

### **TRUSTEES' REPORT**

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The Trustees present their report and audited financial statements for the period since incorporation on the 17 June 2014 until 31 March 2015.

The Trustees have adopted the provisions in section 234 of Companies Act 2006, SORP 2005 and Charities Act 2011 in preparing the Annual report & financial statements. The administration information on page 1 forms part of this report.

#### **Structure, governance and management**

Prince's Trust International is a charity incorporated by Memorandum and Articles of Association. This forms the governing document and, together with the Bye-laws and documented approval documents (a set of documents that sets out Prince's Trust International's governance structure and continues to evolve in line with growth), are the documents that govern Prince's Trust International's administration.

#### **Trustee Recruitment, Appointment and Training**

Trustees are appointed in accordance with the Bye-laws and are collectively known as the Board. In order to ensure that strategy and operational activity is aligned to The Prince's Trust (parent company) the Prince's Trust International Board comprises a minimum of three members of The Prince's Trust Board. On joining the organisation, new trustees receive an induction which covers the values and purpose of Prince's Trust International and includes strategy, fundraising, programmes, operations and governance.

#### **Organisational Structure**

The Prince's Trust International Board is accountable for the work of Prince's Trust International. The matters reserved for the Prince's Trust International Board include the approval of strategy, the budget and business plan and the Annual Report and Financial Statements. The Prince's Trust International Board also retains oversight of management controls and corporate governance, along with the appointment of trustees and the Chief Executive.

The Prince's Trust International Board is seeking to appoint an Advisory Board composed of senior volunteers, whose role will be to provide fundraising support and strategic and operational guidance.

The Prince's Trust International Board has delegated authority to the Chief Executive for the day to day management of the organisation. The Prince's Trust supports Prince's Trust International with the provision of administrative resource, including the monitoring of programmes. The intention is for a management services agreement to be in place to govern the provision and payment for services from The Prince's Trust to Prince's Trust International and there will be a licence agreement in place to govern the licensing of The Prince's Trust know how and intellectual property for use by Prince's Trust International, all on commercial terms.

#### **Objectives and activities**

The Charity was incorporated as a company on 17 June 2014 and this first period of operation has been focused on setting up of the charity operations and structure. Charitable status was awarded on 6 January 2015.

The charity's objects are restricted to purposes which are charitable in accordance with the laws of England and Wales, and specifically to promoting mental, spiritual, moral and physical development and improvement of young people and providing opportunities for them to develop their full capabilities and enabling them to become responsible members of society so that their conditions of life may be improved throughout the world.

**TRUSTEES' REPORT (Continued)**

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In accordance with Charity Commission guidance on public benefit (section 4 of Charities Act 2011) The Trust achieves this by:

- providing facilities for young people for recreation or other leisure time occupation in the interests of social welfare.
- advancing the education of young people by the provision of, encouragement and promotion of education, instruction or training in professions, vocations, industries, crafts, trades or the skills needed in employment, relieving poverty amongst young people through the provision of assistance (including financial assistance)
- provide encouragement whilst their education is being advanced , while they are in the process of establishing new businesses or preparing for entering upon or engaging in a profession, trade, craft or service
- arranging periods of voluntary work in the community for the benefit of the public encouraging and assisting young people in their understanding of and practical action in support of the natural and built environment.
- promoting and conducting research into social conditions affecting young people and the mental, spiritual, moral and physical needs of young people and to publish the useful results of such research.
- supporting such charity or charities or such charitable purpose or purposes as the members shall in their absolute discretion think fit.

**Achievements and performance**

**Review of the business and future developments**

Prince's Trust International had incoming resources over 8 months of activity of £70,000 and expenditure of £59,814. The surplus will be retained in Prince's Trust International for investment next year.

The key achievements during 2014/15 were to complete the process of consultation and preparation of a strategy and budget for Prince's Trust International, The charity has also started to discuss with overseas governments, nongovernmental organisations and other stakeholders potential activity to help young people, and to agree aims and operational framework for pilot projects to be delivered in 2015/16 in Jordan and Malta in particular.

**Trustees**

The Trustees of the Charity as at the date of this report are set out in the Reference and Administration section on page 2 and, unless stated otherwise, served throughout the period.

**Qualifying indemnity provision**

There is in force and was during the financial period, and at the date of approval of the financial statements a qualifying indemnity provision under section 234 Companies Act 2006 for the benefit of all of the Trustees.

**Reserves Policy**

The Trustees will review the reserves policy annually and target a level of free reserves of between four to six months of operational expenditure. In the current financial period the charity has not met its target regarding unrestricted reserves. The intention is for the administrative costs, causing the deficit, to be funded through the generation of future unrestricted income. The charitable company do not intend to finance unrestricted activities from restricted funds.

**Risk Management**

The Prince's Trust international Council considers that it is operating a reasonable system of risk management. The major risks, to which the charity is exposed, as identified by the trustees, have been reviewed and there are systems and procedures established to manage those risks.

**Public benefit**

In reviewing the aims, objectives and planning future activities of the charity, the Trustees have taken into account the Charity Commission guidance on public benefit in section 17 of the Charities Act 2011.

The Trustees always ensure that the activities undertaken are in line with the charitable objectives and aims of the charity.

**Statement of Trustees' Responsibilities**

The trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales 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 charity and of its incoming resources and application of resources of the 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
- make judgments and estimates that are reasonable and prudent
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- 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 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.

**Statement of disclosure of information to auditors**

In accordance with section 418 Companies Act 2006, the Trustees confirm that, in the case of each of the persons who are Trustees at the time when this report is approved, so far as each of the Trustees is aware, there is no relevant audit information of which the charitable company's auditors are unaware and each of the Trustees has taken all steps that ought to have been taken to make himself aware of any relevant audit information and to establish that the charitable company's auditors are aware of that information.

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

On behalf of the board on 21 July 2015



.....  
**Sir Nigel Knowles**  
**Chairman**

## PRINCE'S TRUST INTERNATIONAL

### INDEPENDENT AUDITORS' REPORT TO THE MEMBERS AND TRUSTEES OF PRINCE'S TRUST INTERNATIONAL

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#### Report on the financial statements

##### Our opinion

In our opinion Prince's Trust International's financial statements, defined below:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2015 and of its incoming resources and application of resources, including its income and expenditure for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

This opinion is to be read in the context of what we say in the remainder of this report.

##### What we have audited

The financial statements, which are prepared by Prince's Trust International, comprise:

- the balance sheet as at 31 March 2015;
- the statement of financial activities including the summary income and expenditure account for the period then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In applying the financial reporting framework, the trustees have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

##### What an audit of financial statements involves

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) ("ISAs (UK & Ireland)"). An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of:

- whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of significant accounting estimates made by the trustees; and
- the overall presentation of the financial statements.

In addition, we read all the financial and non-financial information in the Annual Report and Financial Statements ("the Annual Accounts") to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

##### Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Report for the financial period for which the financial statements are prepared is consistent with the financial statements.

## PRINCE'S TRUST INTERNATIONAL

### INDEPENDENT AUDITORS' REPORT TO THE MEMBERS AND TRUSTEES OF PRINCE'S TRUST INTERNATIONAL (Continued)

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#### Other matters on which we are required to report by exception

##### **Adequacy of accounting records and information and explanations received**

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- 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.

We have no exceptions to report arising from this responsibility.

##### **Trustees' remuneration**

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of Trustees' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

##### **Entitlement to exemptions**

Under the Companies Act 2006 we are required to report to you if, in our opinion, the trustees were not entitled to take advantage of the small companies' exemption in preparing the Trustees' Report and take advantage of the small companies exemption from preparing a Strategic Report. We have no exceptions to report arising from this responsibility.

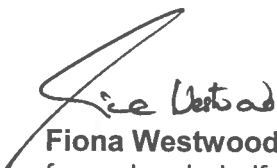
##### **Responsibilities for the financial statements and the audit**

###### **Our responsibilities and those of the trustees**

As explained more fully in the Statement of Trustees' Responsibilities set out on page 5, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and ISAs (UK & Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the charity's members and trustees as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.



**Fiona Westwood (Senior Statutory Auditor)**

for and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors

London 21 July 2015



**PRINCE'S TRUST INTERNATIONAL**

**STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)  
FOR THE PERIOD SINCE INCORPORATION ON 17 JUNE 2014 TO 31 MARCH 2015**

|   |   | Unrestricted<br>Funds<br>£ | Restricted<br>Funds<br>£ | Total<br>17 June 14<br>to<br>31 March 15<br>£ |
|---|---|----------------------------|--------------------------|---|
| <b>Incoming Resources</b>                         |   |                            |                          |   |
| Incoming Resources from<br>Generated Funds        |   |                            |                          |   |
| Voluntary Income                                  | 2 | 40,000                     | 30,000                   | 70,000  |
| <b>Resources Expended</b>                         |   |                            |                          |   |
| Cost of Generating Voluntary<br>Income            |   | 15,814                     | -                        | 15,814  |
| Charitable Activities                             |   | 40,000                     | -                        | 40,000  |
|   |   | 55,814                     | -                        | 55,814  |
| Governance Costs                                  |   | 4,000                      | -                        | 4,000   |
| <b>Total Resources Expended</b>                   |   | 59,814                     | -                        | 59,814  |
| <b>Net (outgoing)/incoming<br/>resources</b>      | 3 | (19,814)                   | 30,000                   | 10,186  |
| <b>Fund Balances Carried Forward<br/>31 March</b> |   | (19,814)                   | 30,000                   | 10,186  |

The Statement of Financial Activities has been prepared in the current period on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the statement of financial activities and therefore no separate statement of total recognised gains and losses has been presented.

There is no difference between the results on ordinary activities before taxation and the retained results for the period stated above, and their historical cost equivalents.

The notes on pages 10 to 12 form part of these financial statements.

**PRINCE'S TRUST INTERNATIONAL**

**BALANCE SHEET  
AS AT 31 MARCH 2015**

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|   | Note     | 2015<br>£      |
|---|----------|----------------|
| <b>Current assets</b>                                 |          |                |
| Cash at bank and in hand                              |          | 19,113         |
| <b>Creditors: amounts falling due within one year</b> | <b>8</b> | <u>(8,927)</u> |
| <b>Net current assets</b>                             |          | <u>10,186</u>  |
| <b>Net assets</b>                                     |          | <u>10,186</u>  |
| <b>The funds of the Charity:</b>                      |          |                |
| Unrestricted income funds                             | <b>5</b> | (19,814)       |
| Restricted income funds                               | <b>5</b> | 30,000         |
| <b>Total Charity funds</b>                            |          | <u>10,186</u>  |

The notes on pages 10 to 12 form part of these financial statements.

The financial statements on pages 8 to 12 were approved by the Board on 21 July 2015 and signed its behalf by:



.....  
**Sir Nigel Knowles**  
**Chairman**

**Company registration no. 9090276**

## PRINCE'S TRUST INTERNATIONAL

### NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2015

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#### Accounting policies

##### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

##### 1.2 Compliance with accounting standards

These financial statements are prepared on the going concern basis, under the historical cost convention and in accordance with the Companies Act 2006 and applicable accounting standards in the United Kingdom. The principal accounting policies, which have been applied consistently, are set out below. The charitable company is exempt under FRS1 from the requirement to prepare a cash flow statement as the ultimate controlling parent charity, The Prince's Trust, prepares consolidated financial statements, which incorporates Prince's Trust International figures. Copies may be obtained from The Prince's Trust registered office at Prince's Trust House, 9 Eldon Street, London, EC2M 7LS.

##### 1.3 Incoming Resources

Donations are accounted for in the period of receipt. All income is shown gross of related expenditure.

Donations in kind comprise goods, services and facilities donated to Prince's Trust International which would otherwise have had to be purchased. They are valued at the amount that Prince's Trust International would have paid in order to obtain them and are included both in incoming resources and resources expended.

##### 1.4 Resources Expended

All 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. The costs of generating funds include the salaries and overhead costs of the staff who undertake fundraising activities and the marketing and publicity costs associated with raising the profile of Prince's Trust international (but not those which are used in an educational manner in furtherance of the charity's objects). Governance costs are those related to constitutional and statutory requirements, specifically external audit fees.

##### 1.5 Contractual liabilities

Prince's Trust International provides for legal or constructive obligations that are of uncertain timing or amount at the balance sheet date on the basis of the best estimate of the expenditure required to settle the obligation.

##### 1.7 Tax

The charitable company is exempt from income and corporation taxes on income and gains to the extent that they are applied for their charitable objects.

##### 1.8 Funds

The funds of The Trust have been segregated as follows:

**Restricted Funds** consist of donations for which the donor giver has specified the purposes for which the resources can be utilised and therefore on which expenditure is restricted to.

**Unrestricted Funds** consist of all other income that has not been restricted. They are expendable at the discretion of the Trustees in furtherance of the objects of The Charity.

## PRINCE'S TRUST INTERNATIONAL

### NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2015 (Continued)

| 2. Voluntary Income             | Restricted    | Unrestricted  | Total         |
|---------------------------------|---------------|---------------|---------------|
|                                 | £             | £             | £             |
| Donations from Charitable Trust | 30,000        | -             | 30,000        |
| Donations in Kind               | -             | 40,000        | 40,000        |
|                                 | <u>30,000</u> | <u>40,000</u> | <u>70,000</u> |

Donations in kind represent the estimated cost of services donated to Prince's Trust International, at the value at which the Prince's Trust International would have paid. This amount is recognised as seconded staff in the expenditure category.

### 3. Net (outgoing)/incoming resources

|  | 2015  |
|--|-------|
|  | £     |
| Net (outgoing)/incoming resources is stated after charging:<br>Auditors' remuneration (included in Governance costs) | 4,000 |

### 4. Employees

There were no staff directly employed by the charitable company in the period. The Trustees did not receive any emoluments in respect of their services to the charitable company. No Trustees received reimbursement of travel expenses in the year.

### 5. The funds of the Charity

|                                 | Unrestricted Funds | Restricted Funds | Total         |
|---------------------------------|--------------------|------------------|---------------|
|                                 | £                  | £                | 2015          |
|                                 |                    |                  | £             |
| Balance at 17 June 2014         | -                  | -                | -             |
| Result for the financial period | (19,814)           | 30,000           | 10,186        |
| Balance at 31 March 2015        | <u>(19,814)</u>    | <u>30,000</u>    | <u>10,186</u> |

All the funds disclosed above are restricted in so far as the funders have specified that the income can only be expended on the get into programme in Jordan.

### 6. The Ultimate Parent undertaking and controlling party

Prince's Trust International is a subsidiary of The Prince's Trust, is separately registered as a charity with the Charity Commission and is managed on an arm's length commercial basis.

The intention is for a management services agreement to be in place to govern the provision and payment for services between The Prince's Trust and Prince's Trust International. There will be a licence agreement in place to govern the licensing of The Prince's Trust know how and intellectual property for use by Prince's Trust International, all on commercial terms.

## PRINCE'S TRUST INTERNATIONAL

### NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2015 (Continued)

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**6. The Ultimate Parent undertaking and controlling party (continued)**

The ultimate parent undertaking and controlling party is The Prince's Trust, a charity registered in the United Kingdom.

The Prince's Trust is the parent undertaking of the largest and smallest group of undertakings to consolidate these financial statements at 31 March 2015. The consolidated financial statements of The Prince's Trust are available from Prince's Trust House, 9 Eldon Street, London, EC2M 7LS.

**7. Related Party Transactions**

The charitable company has taken advantage of the exemption provided by Financial Reporting Standard No. 8 on Related Party Transactions from disclosing transactions with entities, 100% of whose voting rights are controlled within the group, and where consolidated financial statements are publicly available.

**8. Creditors: amounts falling due within one year**

|                                    | <b>2015</b>  |
|------------------------------------|--------------|
|                                    | <b>£</b>     |
| Amounts owed to group undertakings | 4,927        |
| Accruals                           | 4,000        |
|                                    | <hr/>        |
| Balance at 31 March 2015           | <b>8,927</b> |
|                                    | <hr/> <hr/>  |

**9. Taxation**

The company was registered as a charity in January 2015 and as a charity it is not liable to corporation tax on non-trading activity. During the period to year end and prior to registration as a charity, the organisation did not generate income liable to taxation.

The Charity is registered for VAT and, where applicable, expenditure is recorded net of recoverable VAT.

