

DONTCHEV FOUNDATION

England & Wales · Charity number 1103251

Details

Status	Registered
Legal form	Charitable company
Company number	04946116
Registered	2004-04-16
Register	View on the Charity Commission register

Contact

Address	TULLOCH & CO 4 Hill Street London W1J 5NE
Phone	02073181180
Email	atulloch@atulloch.com

Activities

Objects: TO ADVANCE EDUCATION AND RELIEVE POVERTY AND TO PROMOTE SUCH OTHER PURPOSES AS ARE NOW OR MAY HEREAFTER BE DEEMED BY ENGLISH LAW TO BE CHARITABLE

Activities: The Foundation provides grants to students attending UK universities as well as universities abroad. Dontchev Foundation sponsors the construction of new building of school complex including kindergarden, primary school, junior high-school, high-school and a sports center named "Bulgarsko Shkolo".

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations
- **What:** Education/training
- **Who:** The General Public/mankind

Geography

- Bulgaria

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31		£0	£87,641	-
2023-12-31	£2,808,909	£2,319,091	£33,699,809	0
2022-10-31	£2,676,921	£9,319,333	£29,058,906	4
2021-10-31	£0	£2,828,645	-	-
2020-10-31	£0	£8,632	-	-

Trustees

Name	Role	Appointed
IAVOR VESELINOV MANOILOV		
PLAMEN DONCHEV		
SASHO GEORGUIEV DONTCHEV		
YAVOR LUDMILOV DJONEV		2024-02-11

DONTCHEV FOUNDATION

England & Wales - Charity number 1103251

Accounts

Registered number: 04946116
Charity number: 1103251

DONTCHEV FOUNDATION

**CONSOLIDATED FINANCIAL
STATEMENTS**

**PERIOD FROM 1 NOVEMBER 2022
TO 31 DECEMBER 2023**

LUBBOCK FINE LLP
Chartered Accountants
Paternoster House
65 St Paul's Churchyard
London EC4M 8AB

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

CONTENTS

	Page
Reference and Administrative Details of the Charity, its Trustees and Advisers	1
Trustees' Report	2 - 6
Independent Auditors' Report on the Financial Statements	7 - 10
Consolidated Statement of Financial Activities	11
Consolidated Balance Sheet	12 - 13
Charity Balance Sheet	14
Consolidated Statement of Cash Flows	15
Notes to the Financial Statements	16 - 44

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE PERIOD ENDED 31 DECEMBER 2023

Trustees	S G Dontchev I V Manoilov P Dontchev Y L Djonev (appointed 11 February 2024)
Company registered number	04946116
Charity registered number	1103251
Registered office	4 Hill Street London W1J 5NE
Company secretary	A Tulloch
Independent auditors	Lubbock Fine LLP Chartered Accountants & Statutory Auditors Paternoster House 65 St Paul's Churchyard London EC4M 8AB
Solicitors	TGW Law 4 Hill Street London W1J 5NE

TRUSTEES' REPORT

FOR THE PERIOD ENDED 31 DECEMBER 2023

The Trustees present their annual report together with the audited financial statements of the group and the charity for the period 1 November 2022 to 31 December 2023. The Annual Report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable 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 (FRS102) (effective 1 January 2019).

Since the group and the charity qualify as small under section 383 of the Companies Act 2006, the Group Strategic Report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

THE TRUSTEES

The trustees who served the charity during the period and since the year end were:

S G Dontchev
I V Manoilov
P Dontchev
Y Jonev (appointed 11 February 2024)

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Dontchev Foundation is a charitable company limited by guarantee and has no share capital. In the event of a winding up, while a Member or within one year of ceasing to be a Member, the Member's liability is limited to £10. The Company was incorporated on 28 October 2003 and is governed by its Memorandum and Articles of Association. It subsequently registered as a charity on 16 April 2004.

The Memorandum and Articles of Association were updated by Special Resolution on 14 December 2022.

The Foundation is managed by a Board of Trustees supported by the Secretary.

Related Party relationships including group structure

The results included in the group financial statements include the results of the Charity and its subsidiaries all incorporated in Bulgaria as follows:

Entity	Description	Primary activity
Dontchev Foundation	Parent entity	To advance education and relieve poverty and to promote such purposes as are now or may hereafter be deemed by English law to be charitable
BG Shkolo EAD	100% direct subsidiary	Owning and operating educational complex and sports centre
SEGA EAD ¹	100% direct subsidiary	Online advertising and publishing
SEGA BG EOOD ^{1,2}	100% indirect subsidiary	Newspaper publication

¹ These subsidiaries were disposed of on 20 December 2023.

² The shares in this subsidiary were held by SEGA EAD and therefore was an indirect subsidiary.

Principal risks and uncertainties and summary of plans and strategies for managing the risks

The Trustees have considered the significant risks to which the Charity Group is exposed and have established appropriate procedures to mitigate the impact of those risks.

TRUSTEES' REPORT

FOR THE PERIOD ENDED 31 DECEMBER 2023

These include reputational risks, organisational risks, regulatory compliance risks and financial risks. The Board operates a Risk Register which scores specific risks within these broader categories, in terms of likelihood and impact, and details the mitigation planned and the resultant score. A range of policies and procedures have been developed which help to mitigate these risks including:

- A financial controls policy
- A grant making Policy
- Conflict of Interest Policy

Methods used to recruit and appoint new trustees

The Trustees may appoint a person who is willing to act as a Trustee either to fill a vacancy or as an additional Trustee provided that the appointment does not cause the number of Trustees to exceed any number fixed by or in accordance with the Articles.

Policies adopted for the induction and training of Trustees

The training of Trustees is determined by the governance needs of the Foundation to meet its charitable objectives. On initial appointment, new Trustees are given access to the governing document, financial information, meeting materials and essential trustee guidance from the Charity Commission.

Organisational Structure and decision-making policies

The Trustees are responsible for making operational, funding and strategic decisions in line with charity objectives.

The staff responsible for carrying out the day-to-day activities of the Group are supervised and supported by the Trustees.

Arrangements for setting pay and remuneration of key management personnel

The Trustees are not remunerated for their work and the charity has no employees.

In the subsidiaries key management remuneration is reviewed regularly and reflects market rates.

OBJECTIVES AND ACTIVITIES

The Charity's objects are to advance education and to relieve poverty and to promote such other causes as are now or may hereafter be deemed by English law to be charitable.

In order to achieve these objectives, the main activities undertaken have been the provision of grants to Bulgarian students attending UK universities as well as other universities abroad. The Foundation has in the past supported BG Shkolo EAD, the Charity's subsidiary (its subsidiary until 23rd December 2024), an entity which owns and operates an educational complex and sports centre.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2).

Strategies for achieving aims and objectives

The Foundation is not currently in receipt of funds to allow the provision of grants or scholarships to advance education and relieve poverty however it hopes to attract further funding in the future in order to continue to achieve its objectives.

TRUSTEES' REPORT

FOR THE PERIOD ENDED 31 DECEMBER 2023

Criteria used to measure success

The Trustees meet annually to assess the progress of the Charity against its objectives. Trustees agree goals and objectives for the following twelve months.

During the reporting period, the success of the charity was measured through the success of its subsidiary company Bulgarska Shkolo (BG Shkolo), a Bulgaria school complex. Bulgarska Shkolo is self-funding and has not received funds during the period to 31st December 2023 from the Foundation.

Significant activities undertaken

The charity operated solely to support its subsidiaries in the current year, with no charitable activities occurring during the period.

BG Shkolo continued to operate as a Bulgarian school complex, offering a variety of educational facilities including a kindergarten, primary school, junior high school, high school and a sports centre.

The charity had two additional subsidiaries during the year SEGA EAD and SEGA BG, newspaper and digital creation companies. SEGA EAD was sold on 20 December 2023 for BGN 50,000 to Overgas Holding AD which has enabled the Charity to focus on its educational objectives going forward.

Grant Making Policies

The Charity Trustees are keen to support activities that advance the Objects in an effective way. However, they recognise that a limited amount of funds is available to distribute each year and that the Charity is dependent on donations from Sasho Dontchev (Trustee) and companies controlled by him and the discharge of the indebtedness owed by DDI Holdings Ltd.

The Charity Trustees have ultimate responsibility for all grant-making decisions and for ensuring that all funds awarded are used to advance the Objects.

ACHIEVEMENTS AND PERFORMANCE

Dontchev Foundation has provided in the past support, to its wholly owned subsidiary (its subsidiary until 23rd December 2024), 'BG Shkolo' EAD, which the Foundation initially funded for the construction of the Bulgarsko Shkolo school complex, including kindergarten, primary school, junior high school, high school and a sports centre. In total, the complex educates more than 400 pupils annually. The complex has been fully operational since 2012. As at 31 December 2023 the Foundations sole subsidiary Bulgarska Shkolo is self-funding and has not received funds during the year to 31st December 2023 from the Foundation.

The charity received no income and made no grants to beneficiaries during the current or prior period. The future plans of the charity is to raise income through donations to be able to fund grant making activities.

The Foundation did not conduct any public fundraising activities during this period, and no fundraising complaints were received.

FINANCIAL REVIEW

During the period ended 31 December 2023 the group achieved income of BGN 6,331,000 (2022: BGN 4,596,000). Expenditure totalled BGN 5,227,000 (2022: BGN 25,743,000). Other movements in the period included a gain on disposal of subsidiaries of BGN 425,000 (2022: BGN Nil) and taxation of BGN 30,000 (2022: BGN 34,000) resulting in net movement in funds for the period of BGN 1,499,000 (2022: deficit of BGN 21,181,000).

The charity's net movement in funds for the period was a surplus of BGN 134,000 (2022: deficit of BGN 16,549,000). The year end reserves of the charity totalled £65,896,000 (2022: £65,762,000) comprising solely of unrestricted reserves.

TRUSTEES' REPORT

FOR THE PERIOD ENDED 31 DECEMBER 2023

Reserves Policy

The reserves held as at 31 December 2023 totalled BGN 75,956,000 (2022: BGN 73,146,000) comprising solely of unrestricted reserves. The reserves at the year end exceed the charities reserve policy of BGN 70,000. and the charity will continue to look to fund its charitable activities through the provision of grants and scholarships.

Going Concern

The trustees consider that it is appropriate to prepare the financial statements on a going concern basis. In formulating this assessment the trustees have taken in to consideration the strength of available reserves and the on going support of other related entities.

PLANS FOR FUTURE PERIODS

The Foundation donated its shareholding in BG Shkolo EAD to Foundation Mlada Bulgaria, a Bulgarian charity, on 23rd December 2024.

The Foundation will henceforth focus on the provision of charitable grants to educational establishments and scholarships to students.

TRUSTEES' RESPONSIBILITIES STATEMENT

The Trustees (who are also the directors of the charity for the purposes of company law) are responsible for preparing the Trustees' 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 period. Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Group and the charity and of their incoming resources and application of resources, including their income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 Group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the charity's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the charity 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 Group and the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DISCLOSURE OF INFORMATION TO AUDITORS

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable group's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditors are aware of that information.

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

TRUSTEES' REPORT

FOR THE PERIOD ENDED 31 DECEMBER 2023

In preparing this report, the Trustees have taken advantage of the small company exemptions provided by section 415A of Companies Act 2006.

This report was approved by the Trustees, and signed on their behalf by:

Ivor Manoilov

I V Manoilov

Trustee

Date: 30 June 2025

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF DONTCHEV FOUNDATION

FOR THE PERIOD ENDED 31 DECEMBER 2023

Opinion

We have audited the financial statements of Dontchev Foundation (the 'parent charitable company') and its subsidiaries (the 'group') for the period ended 31 December 2023 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Charity Balance Sheet, the Consolidated Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charitable company's affairs as at 31 December 2023 and of the Group's 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 and the Charities Act 2011.

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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Group's or the parent charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF DONTCHEV FOUNDATION (CONTINUED)
FOR THE PERIOD ENDED 31 DECEMBER 2023

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The Trustees are responsible for the other information contained within the Annual Report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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 for the financial period for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our 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.

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

- the parent charitable company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company 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; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

Responsibilities of trustees

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

In preparing the financial statements, the Trustees are responsible for assessing the Group's and the parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

Auditors' 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 Auditors' 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- Enquiries of management, including obtaining and reviewing supporting documentation, concerning the charity's policies and procedures relating to:
 - o identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance
 - o detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; and
 - o the internal controls established to mitigate risks related to fraud or non-compliance of laws and regulations; and
- Discussions among the engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud. The engagement team includes audit partners and staff who have extensive experience of working with charities in similar sectors and this experience was relevant to the discussion about where fraud risks might arise.
- Discussions between the engagement team and component auditors concerning work undertaken in relation to identifying and assessing risks of irregularities and noncompliance with laws at component levels.

We also obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on provisions of those laws and regulations that had direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Charities Act, Charities SORP 2019 and FRS 102.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the charity's ability to operate or to avoid a material penalty.

As a result of these procedures, we considered the particular areas that were susceptible to misstatement due to irregularities including fraud were in respect of valuation of investment property, income recognition, debtors recoverability and opening balances. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. Our procedures to respond to risks identified included the following:

- Reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- Enquiring of management concerning actual and potential litigation and claims;
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- Review of recoverability for debtor balances held at the year end.
- In review of management's estimate of investment property valuation: consideration of potential bias within

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF DONTCHEV FOUNDATION (CONTINUED)
FOR THE PERIOD ENDED 31 DECEMBER 2023

the valuation; review of the underlying assumptions and estimates used in determining the fair value; and review of third party valuation reports where valuations are based on this;

- Reviewing contracts with customers and recalculating income on a sample basis;
- Reviewing opening balances on sample basis and agreeing to supporting third party documentation; Reading minutes of meetings of those charged with governance;
- In addressing the risk of fraud through management override of controls; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the rationale of any significant transactions that are unusual or outside the normal course of the charity's operations;
- Enquiring with component auditors in respect of audit work undertaken in respect of areas susceptible to misstatements due to fraud including revenue recognition, investment property valuation and management override of controls.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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

Other matters

We draw your attention to the fact that the consolidated and stand alone charity financial statements for the year ended 31 October 2022 were not audited.

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, and to the charitable company's trustees, as a body, Part 4 of the Charities (Accounts and Reports) Regulations 2008. 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 Auditors' 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 its members, as a body, for our audit work, for this report, or for the opinions we have formed.

Hazra Patel

Hazra Patel (Senior Statutory Auditor)

for and on behalf of

Lubbock Fine LLP

Chartered Accountants & Statutory Auditors

Paternoster House

65 St Paul's Churchyard

London

EC4M 8AB

Date: 30 June 2025

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT

FOR THE PERIOD ENDED 31 DECEMBER 2023

	Note	Unrestricted funds 2023 BGN'000	Total funds 2023 BGN'000	Unaudited Total funds 2022 BGN'000
Income from:				
Income generated by subsidiaries	3	6,331	6,331	4,596
Total income		<u>6,331</u>	<u>6,331</u>	<u>4,596</u>
Expenditure on:				
Expenditure incurred by Subsidiaries	5	5,361	5,361	4,573
Charitable expenditure	4	(134)	(134)	21,170
Total expenditure		<u>5,227</u>	<u>5,227</u>	<u>25,743</u>
Net income/(expenditure) before net gains on investments				
		1,104	1,104	(21,147)
Gain on disposal of investments		425	425	-
Net income/(expenditure) before taxation		<u>1,529</u>	<u>1,529</u>	<u>(21,147)</u>
Taxation		(30)	(30)	(34)
Net movement in funds before other recognised gains/(losses)		<u>1,499</u>	<u>1,499</u>	<u>(21,181)</u>
Other recognised gains/(losses):				
Gains on revaluation of fixed assets		1,320	1,320	-
Foreign exchange gain resulting from change of presentational currency		-	-	4,621
Net movement in funds		<u>2,819</u>	<u>2,819</u>	<u>(16,560)</u>
Reconciliation of funds:				
Total funds brought forward		73,136	73,136	89,696
Net movement in funds		2,819	2,819	(16,560)
Total funds carried forward		<u>75,955</u>	<u>75,955</u>	<u>73,136</u>

The Consolidated Statement of Financial Activities includes all gains and losses recognised in the period.

The notes on pages 16 to 44 form part of these financial statements.

CONSOLIDATED BALANCE SHEET

AS AT 31 DECEMBER 2023

	Note	31 December 2023 BGN'000	Unaudited 31 October 2022 BGN'000
Fixed assets			
Intangible assets	10	-	25
Tangible assets	11	1,678	1,752
Investment property	12	24,996	23,639
		<u>26,674</u>	<u>25,416</u>
Current assets			
Stocks	14	10	3
Debtors	15	54,580	54,894
Cash at bank and in hand		35	302
		<u>54,625</u>	<u>55,199</u>
Creditors: amounts falling due within one year	16	(1,423)	(2,687)
Net current assets		<u>53,202</u>	<u>52,512</u>
Total assets less current liabilities		<u>79,876</u>	<u>77,928</u>
Creditors: amounts falling due after more than one year	17	(3,910)	(4,792)
Provisions for liabilities	18	(10)	-
Total net assets		<u><u>75,956</u></u>	<u><u>73,136</u></u>
Charity funds			
Restricted funds	20	-	-
Unrestricted funds	20	75,956	73,136
Total funds		<u><u>75,956</u></u>	<u><u>73,136</u></u>

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

CONSOLIDATED BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2023

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

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

Ivor Manoilov

I V Manoilov
Trustee
Date: 30 June 2025

The notes on pages 16 to 44 form part of these financial statements.

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

BALANCE SHEET

REGISTERED NUMBER: 04946116

FOR THE PERIOD ENDED 31 DECEMBER 2023

	Note	31 December 2023 BGN'000	Unaudited As restated 31 October 2022 BGN'000
Fixed assets			
Investments	13	12,510	12,560
Current assets			
Debtors	15	53,485	53,204
Creditors: amounts falling due within one year	16	(99)	(2)
Net current assets		<u>53,386</u>	<u>53,202</u>
Total net assets		<u><u>65,896</u></u>	<u><u>65,762</u></u>
Charity funds			
Restricted funds	20	-	-
Unrestricted funds	20	65,896	65,762
Total funds		<u><u>65,896</u></u>	<u><u>65,762</u></u>

The charity's net movement in funds for the period was a surplus of BGN 134,000 (2022 - deficit BGN 16,549,000).

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

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

Iavor Manoilov

I V Manoilov

Trustee

Date: 30 June 2025

The notes on pages 16 to 44 form part of these financial statements.

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 DECEMBER 2023

	2023	Unaudited
	BGN'000	2022
		BGN'000
Cash flows from operating activities		
Net cash used in operating activities	993	104
	<hr/>	<hr/>
Cash flows from investing activities		
Purchase of investment property additions	(37)	-
Purchase of tangible fixed assets	(341)	(116)
	<hr/>	<hr/>
Net cash used in investing activities	(378)	(116)
	<hr/>	<hr/>
Cash flows from financing activities		
Repayments of borrowing	(729)	(379)
Interest paid	(153)	(170)
	<hr/>	<hr/>
Net cash used in financing activities	(882)	(549)
	<hr/>	<hr/>
Change in cash and cash equivalents in the period	(267)	(561)
Cash and cash equivalents at the beginning of the period	302	863
	<hr/>	<hr/>
Cash and cash equivalents at the end of the period	35	302
	<hr/> <hr/>	<hr/> <hr/>

The notes on pages 16 to 44 form part of these financial statements

1. Accounting policies

1.1 General information

The Charity is a public benefit entity and a private company limited by guarantee, incorporated in England and Wales and has no share capital. The charity is registered in England and Wales.

The address of the registered office and principal place of business is 4 Hill Street, London, W1J 5NE. The principal activity of the charity is that of providing grants to students.

The charity owned three trading subsidiaries during the period ended 31 October 2022, which consisted of two newspaper and digital creation companies which were disposed of during the period and a company which rented a school building and held other educational classes.

The Charity and Group's functional and presentational currency is Bulgarian Lev (BGN), the financial statements are rounded to the nearest BGN'000.

The Charity's and Group's current accounting period represents 14 months from 1 November 2022 to 31 December 2023, as such the comparative period is not entirely comparable. The accounting period of the parent charity was changed to match that of the subsidiaries.

1.2 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - 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 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Dontchev 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 consolidated financial statements present the results of the Charity and its own subsidiaries ("the Group") as if they form a single entity. The results of the subsidiaries are consolidated on a line by line basis. Intercompany transactions and balances between group companies are therefore eliminated in full.

The Charity accounts are prepared in accordance with FRS 102 and Charities SORP (FRS 102) and the Companies Act. The accounts of the subsidiaries are prepared under IFRS and adjustments have been made to align the financials with the accounting policies of the group.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires Group management to exercise judgement in applying the Group's accounting policies (see note 3).

The following principal accounting policies have been applied:

1. Accounting policies (continued)

1.3 Basis of consolidation

The consolidated financial statements incorporate the results of business combinations using the purchase method. In the Balance Sheet, the acquiree's identifiable assets, liabilities and contingent liabilities are initially recognised at their fair values at the acquisition date. The results of acquired operations are included in the Consolidated Statement of Financial Activities from the date on which control is obtained. The results are deconsolidated from the date control ceases.

The reporting periods of the subsidiaries have been amended to match that of the parent entity Dontchev Foundation. The subsidiaries accounting periods were from 1 January 2023 to 31 December 2023 and comparative period from 1 January 2022 to 31 December 2022. These periods have been amended to 1 November 2022 to 31 December 2023 and comparative period 1 November 2021 to 31 October 2022.

On 20th December 2023, the Charity disposed of its 100% shareholding in Sega EAD, and by virtue its 100% shareholding in Sega BG EOOD. From this date, the results of Sega EAD and Sega BG EOOD are no longer included within the Consolidated Statement of Financial Activities or Consolidated Statement of Financial Position.

1.4 Going concern

The trustees consider that it is appropriate to prepare the financial statements on a going concern basis. In formulating this assessment the trustees have taken in to consideration the strength of available reserves and the on going support of other related entities.

1.5 Foreign currency translation

Functional and presentation currency

The Charity's functional and presentational currency is BGN.

The presentational currency of the charity has been changed from Sterling (GBP) in the prior period to BGN on the basis that the charity and its subsidiaries are situated in and operate in Bulgaria. The impact of the translation has resulted in an other comprehensive gain of BGN 4,621,000.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Nonmonetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised the Statement of Financial Activities.

1.6 Company status

The Charity is a company limited by guarantee. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £10 per member.

1. Accounting policies (continued)

1.7 Income

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

Income from subsidiaries

Income from subsidiaries represents income received from advertising and publishing electronic media, creation of newspaper content and income from education and sports complex.

Rendering of services

Income from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of income can be measured reliably;
- it is probable that the Group will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

Rental income

Rental income is recognised on a straight line basis over the term of the lease. Any rent incentive or rent free period given is spread over the period of the lease.

Sale of Goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the company has transferred the significant risks and rewards;
- the company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable the company will receive the consideration due under the transaction;
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

1. Accounting policies (continued)

1.8 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity.

The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity.

Direct costs attributable to a single activity are allocated directly to that activity.

Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

1.9 Operating leases: the Group as lessee

Rentals paid under operating leases are charged to the Consolidated Statement of Financial Activities on a straight-line basis over the lease term.

1. Accounting policies (continued)

1.10 Taxation

Charity

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

Subsidiaries

Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company and the Group operate and generate income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits;
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met; and
- Where they relate to timing differences in respect of interests in subsidiaries, associates, branches and joint ventures and the Group can control the reversal of the timing differences and such reversal is not considered probable in the foreseeable future.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

1.11 Intangible assets and amortisation

Intangible assets costing BGN'500 or more are capitalised and recognised when future economic benefits are probable, and the cost or value of the asset can be measured reliably.

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

At each reporting date the charity assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined to be the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

1. Accounting policies (continued)

1.11 Intangible assets and amortisation (continued)

Amortisation is provided on intangible assets at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life.

Amortisation is provided on the following bases:

Other intangibles	- 10 % - 15%
Trademarks	- 10 % - 15%
Computer software	- 50 %

1.12 Tangible fixed assets and depreciation

Tangible fixed assets costing BGN'NIL or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

At each reporting date the charity assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined to be the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following bases:

Plant and machinery	- 3-4 years
Motor vehicles	- 3-4 years
Fixtures and fittings	- 5 years
Office equipment	- 3-4 years
Other fixed assets	- 6-7 years

1.13 Investment property

Investment property is carried at fair value determined annually by the directors and derived from the current market rents and investment property yields for comparable real estate, adjusted if necessary for any difference in the nature, location or condition of the specific asset. No depreciation is provided. Changes in fair value are recognised the the Consolidated Statement of Financial Activity.

1. Accounting policies (continued)

1.14 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Consolidated Statement of Financial Activities.

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

Investments held as fixed assets are shown at cost less provision for impairment.

1.15 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.16 Debtors

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

1.17 Cash at bank and in hand

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

1.18 Liabilities

Liabilities and provisions 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 charity 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 in the Consolidated Statement of Financial Activities as a finance cost.

1. Accounting policies (continued)

1.19 Financial instruments

The Group has elected to apply the provisions of Section 11 “Basic Financial Instruments” of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Group's Balance Sheet when the Group becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include trade and other receivables, cash and bank balances, are initially measured at their transaction price including transaction costs and are subsequently carried at their amortised cost using the effective interest method, less any provision for impairment, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Discounting is omitted where the effect of discounting is immaterial. The Group's cash and cash equivalents, trade and most other receivables due with the operating cycle fall into this category of financial instruments.

Impairment of financial assets

Financial assets are assessed for indicators of impairment at each reporting date.

Financial assets are impaired when events, subsequent to their initial recognition, indicate the estimated future cash flows derived from the financial asset(s) have been adversely impacted. The impairment loss will be the difference between the current carrying amount and the present value of the future cash flows at the asset(s) original effective interest rate.

If there is a favourable change in relation to the events surrounding the impairment loss then the impairment can be reviewed for possible reversal. The reversal will not cause the current carrying amount to exceed the original carrying amount had the impairment not been recognised. The impairment reversal is recognised in the profit or loss.

Financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instruments any contract that evidences a residual interest in the assets of the Group after the deduction of all its liabilities.

Basic financial liabilities, which include trade and other payables and bank loans are measured at their transaction price after transaction costs.

When this constitutes a financing transaction, whereby the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Discounting is omitted where the effect of discounting is immaterial.

Debt instruments are subsequently carried at their amortised cost using the effective interest rate method.

1. Accounting policies (continued)

1.19 Financial instruments (continued)

Trade payables are obligations to pay for goods and services that have been acquired in the ordinary course of business from suppliers. Trade payables are classified as current liabilities if the payment is due within one year. If not, they represent non-current liabilities. Trade payables are initially recognised at their transaction price and subsequently are measured at amortised cost using the effective interest method. Discounting is omitted where the effect of discounting is immaterial.

Derecognition of financial instruments

Derecognition of financial assets

Financial assets are derecognised when their contractual right to future cash flow expire, or are settled, or when the Group transfers the asset and substantially all the risks and rewards of ownership to another party. If significant risks and rewards of ownership are retained after the transfer to another party, then the Group will continue to recognise the value of the portion of the risks and rewards retained.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Group's contractual obligations expire or are discharged or cancelled.

1.20 Operating leases

Rentals paid under operating leases are charged to the Consolidated Statement of Financial Activities on a straight-line basis over the lease term.

1.21 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 Group and which have not been designated for other purposes.

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2023

2. Judgments in applying accounting policies and key sources of estimation uncertainty

Investments in subsidiaries

Included in the Charity Balance Sheet are investments in subsidiaries. These investments are reviewed for impairment annually and if the carrying amount of the investment exceeds the subsidiaries net asset value, an impairment charge is recognised in the Charity's Statement of Financial Activities.

As at 31 December 2023, the investment in subsidiaries within the Charity balance sheet of BGN 12,510,000 was impaired down to a carrying amount of BGN 9,703,000.

Impairment of related party debtor balances

Included in both the Consolidated Balance Sheet and the Charity Balance Sheet are amounts advanced to various related parties. Where an indicator exists that these amounts are not fully recoverable, a bad debt provision is recognised in the Statement of Financial Activities to reduce the carrying amount of these debtors to their estimated recoverable amount.

As at 31 December 2023, no impairment provision against an amount due from a related party outside of the Group has been recognised.

3. Income generated from subsidiaries

	Unrestricted funds 2023 BGN'000	Total funds 2023 BGN'000
Other income	64	64
Revenue from publication services	3,205	3,205
Income from creation of newspaper content	-	-
Income from rental of school building	1,754	1,754
Income from sports and educational classes held	1,073	1,073
Income from the sale of food and beverages and other materials	130	130
Income from the sale of newspapers and other related products	-	-
Revenue from the provision of administrative and financial services	105	105
	<hr/> 6,331 <hr/>	<hr/> 6,331 <hr/>

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2023

3. Income generated from subsidiaries (continued)

	Unaudited Unrestricted funds 2022	Unaudited Total funds 2022
	BGN'000	BGN'000
Other income	109	109
Revenue from publication services	1,834	1,834
Income from creation of newspaper content	119	119
Income from rental of school building	1,515	1,515
Income from sports and educational classes held	679	679
Income from the sale of food and beverages and other materials	113	113
Income from the sale of newspapers and other related products	171	171
Revenue from the provision of administrative and financial services	56	56
	<u>4,596</u>	<u>4,596</u>

4. Charitable expenditure

	Unrestricted funds 2023	Total funds 2023
	BGN'000	BGN'000
Governance costs - auditors remuneration	96	96
Support costs - accountancy fees	4	4
Support costs - foreign exchange gain	(234)	(234)
	<u>(134)</u>	<u>(134)</u>

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2023

4. Charitable expenditure (continued)

	Unaudited Unrestricted funds 2022	Unaudited Total funds 2022
	BGN'000	BGN'000
Support costs - provision for doubtful debts	21,192	21,192
Support costs - accountancy fees	3	3
Support costs - foreign exchange gain	(25)	(25)
	<u>21,170</u>	<u>21,170</u>
	<u><u>21,170</u></u>	<u><u>21,170</u></u>

5. Analysis of subsidiary activities

Summary by fund type

	Unrestricted funds 2023	Total 2023
	BGN'000	BGN'000
Costs relating to advertising and publishing electronic media	1,727	1,727
Costs relating to creation of newspaper content	1,207	1,207
Costs relating to education and sports complex	2,427	2,427
	<u>5,361</u>	<u>5,361</u>
	<u><u>5,361</u></u>	<u><u>5,361</u></u>

	Unaudited Unrestricted funds 2022	Unaudited Total 2022
	BGN'000	BGN'000
Costs relating to advertising and publishing electronic media	1,668	1,668
Costs relating to creation of newspaper content	979	979
Costs relating to education and sports complex	1,926	1,926
	<u>4,573</u>	<u>4,573</u>
	<u><u>4,573</u></u>	<u><u>4,573</u></u>

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2023

6. Analysis of expenditure by activities

	Subsidiary Activities undertaken directly 2023	Subsidiary Support costs 2023	Total funds 2023
	BGN'000	BGN'000	BGN'000
Costs relating to advertising and publishing electronic media	1,561	166	1,727
Costs relating to creation of newspaper content	1,158	49	1,207
Costs relating to education and sports complex	1,824	603	2,427
	<u>4,543</u>	<u>818</u>	<u>5,361</u>

	Unaudited Subsidiary Activities undertaken directly 2022	Unaudited Subsidiary Support costs 2022	Unaudited Total funds 2022
	BGN'000	BGN'000	BGN'000
Costs relating to advertising and publishing electronic media	1,575	93	1,668
Costs relating to creation of newspaper content	945	34	979
Costs relating to education and sports complex	1,545	381	1,926
	<u>4,065</u>	<u>508</u>	<u>4,573</u>

Analysis of subsidiary direct costs

	Advertising and publishing electronic media 2023	Creation of newspaper content 2023	Education and sports complex 2023	Total funds 2023
	BGN'000	BGN'000	BGN'000	BGN'000
Staff costs	146	1,026	620	1,792
Cost of materials	15	-	402	417
Cost of external services	1,400	132	802	2,334
	<u>1,561</u>	<u>1,158</u>	<u>1,824</u>	<u>4,543</u>

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2023

6. Analysis of expenditure by activities (continued)

(continued)

	Unaudited Advertising and publishing electronic media 2022	Unaudited Creation of newspaper content 2022	Unaudited Education and sports complex 2022	Unaudited Total funds 2022
	BGN'000	BGN'000	BGN'000	BGN'000
Staff costs	181	848	419	1,448
Cost of materials	6	-	450	456
Cost of external services	1,388	98	675	2,161
	<u>1,575</u>	<u>946</u>	<u>1,544</u>	<u>4,065</u>

Analysis of subsidiary support costs

	Advertising and publishing electronic media 2023	Creation of newspaper content 2023	Education and sports complex 2023	Total funds 2023
	BGN'000	BGN'000	BGN'000	BGN'000
Interest expense	4	-	253	257
Depreciation	93	4	179	276
Other expenses	1	11	81	93
Rental expense	68	34	-	102
Provision for doubtful debts	-	-	89	89
	<u>166</u>	<u>49</u>	<u>602</u>	<u>817</u>

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2023

6. Analysis of expenditure by activities (continued)

(continued)

	Unaudited Advertising and publishing electronic media 2022	Unaudited Creation of newspaper content 2022	Unaudited Education and sports complex 2022	Unaudited Total funds 2022
	BGN'000	BGN'000	BGN'000	BGN'000
Interest expense	3	-	193	196
Depreciation	20	6	180	206
Other expenses	20	1	8	29
Foreign exchange gain	50	27	-	77
	<u>93</u>	<u>34</u>	<u>381</u>	<u>508</u>

7. Auditors' remuneration

	2023 BGN'000	Unaudited 2022 BGN'000
Fees payable to the charity's auditor for the audit of the group's annual accounts	96	-
	<u>96</u>	<u>-</u>

8. Staff costs

	Group 2023 BGN'000	Unaudited Group 2022 BGN'000
Wages and salaries	1,532	1,231
Social security costs	261	217
	<u>1,793</u>	<u>1,448</u>

The average number of persons employed by the charity during the period was as follows:

	Group 2023 No.	Group 2022 No.
Average number of employees	44	75
	<u>44</u>	<u>75</u>

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2023

8. Staff costs (continued)

No employee received remuneration amounting to more than £60,000/BGN 135,000 in either year.

The key management personnel of the group comprise of the Executive Director and members of the board of directors whose remuneration totalled BGN 150,386 for the period.

9. Trustees' remuneration and expenses

During the period, no Trustees received any remuneration or other benefits (2022 - BGN'NIL).

During the period ended 31 December 2023, no Trustee expenses have been incurred (2022 - BGN'NIL).

10. Intangible assets

Group

	Patents BGN'000	Trademarks BGN'000	Computer software BGN'000	Total BGN'000
At 1 November 2022	51	2	-	53
Additions	-	-	170	170
On disposal of subsidiaries	(51)	(2)	(170)	(223)
At 31 December 2023	-	-	-	-
At 1 November 2022	26	2	-	28
Charge for the year	12	-	78	90
On disposal of subsidiaries	(38)	(2)	(78)	(118)
At 31 December 2023	-	-	-	-
Net book value				
At 31 December 2023	-	-	-	-
At 31 October 2022	25	-	-	25

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2023

11. Tangible fixed assets

Group

	Plant and machinery BGN'000	Motor vehicles BGN'000	Fixtures and fittings BGN'000	Office equipment BGN'000	Other fixed assets BGN'000	Total BGN'000
Cost or valuation						
At 1 November 2022 (unaudited)	3,011	39	1,427	31	5	4,513
Additions	21	-	106	44	-	171
Disposals	-	-	-	-	(5)	(5)
On disposal of subsidiaries	(35)	(32)	-	(75)	-	(142)
At 31 December 2023	<u>2,997</u>	<u>7</u>	<u>1,533</u>	<u>-</u>	<u>-</u>	<u>4,537</u>
Depreciation						
At 1 November 2022 (unaudited)	1,373	23	1,338	28	-	2,762
Charge for the period	140	6	38	5	-	189
On disposal of subsidiaries	(31)	(27)	-	(33)	-	(91)
At 31 December 2023	<u>1,482</u>	<u>2</u>	<u>1,376</u>	<u>-</u>	<u>-</u>	<u>2,860</u>
Net book value						
At 31 December 2023	<u>1,515</u>	<u>5</u>	<u>157</u>	<u>-</u>	<u>-</u>	<u>1,677</u>
At 31 October 2022 (unaudited)	<u>1,638</u>	<u>16</u>	<u>90</u>	<u>3</u>	<u>5</u>	<u>1,752</u>

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2023

12. Investment property

Group

	Freehold investment property BGN'000
Valuation	
At 1 November 2022 (unaudited)	23,639
Additions	37
Surplus on revaluation	1,320
At 31 December 2023	<u>24,996</u>

The investment properties were revalued at 31 December 2023 by the directors, on an open market basis.

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2023

13. Fixed asset investments

	As restated Investments in subsidiary companies BGN'000
Charity	
Cost or valuation	
At 1 November 2022 (unaudited)	12,560
At 1 November 2022 (unaudited)	12,560
Disposals	(50)
At 31 December 2023	<u>12,510</u>
Net book value	
At 31 December 2023	12,510
At 31 October 2022 (unaudited)	<u>12,560</u>

Principal subsidiaries

The following were subsidiary undertakings of the charity:

Names	Company number	Registered office or principal place of business	Class of shares	Holding
BG Shkolo EAD	201405530	Sofia, Str. "Filip Kutev", no 1	Ordinary	100%
Sega EAD	831770996	Sofia, Poduyane district, Evlogi blvd Hristo Georgievi, no 169	Ordinary	100%
Sega BG EOOD*	205375223	Sofia, Str. "Filip Kutev", no 1	Ordinary	100%

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2023

13. Fixed asset investments (continued)

The financial results of the subsidiaries for the period were:

Names	Income BGN'000	Expenditure BGN'000	Profit/(Loss) for the period BGN'000
BG Shkolo EAD	3,153	1,134	2,019
Sega EAD	3,406	3,368	38
Sega BG EOOD*	1,294	1,362	(68)

These subsidiaries were held indirectly by the Charity.

On 20th December 2023, the Charity disposed of it's 100% shareholding in Sega EAD, and by virtue its 100% shareholding in Sega BG EOOD.

14. Stocks

	Group 31 December 2023 BGN'000	Group Unaudited 31 October 2022 BGN'000
Finished goods and goods for resale	10	3

15. Debtors

	Group 31 December 2023 BGN'000	Group Unaudited 31 October 2022 BGN'000	Charity 31 December 2023 BGN'000	Charity Unaudited 31 October 2022 BGN'000
Due after more than one year				
Deferred Tax	299	354	-	-
	<u>299</u>	<u>354</u>	<u>-</u>	<u>-</u>
Due within one year				
Trade debtors	332	471	-	-
Other debtors	53,948	53,690	53,485	53,204
Prepayments and accrued income	-	379	-	-
	<u>54,579</u>	<u>54,894</u>	<u>53,485</u>	<u>53,204</u>

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2023

15. Debtors (continued)

Deferred Tax

As at the 31 December 2023 the deferred tax asset has arisen on the carried forward losses arising within the subsidiary held at the balance sheet date.

Of the movement in the year of BGN 55,000, BGN 25,000 is in relation to the disposal of the balances held within the subsidiaries sold during the year and the remaining BGN 30,000 is the movement in the asset in the remaining subsidiary. There is no specific expiry date on the unused tax losses, and they have been capitalised on the basis that the company will be profitable in subsequent periods. No other movements in income tax during the year.

Included within trade debtors is a provision for doubtful debts BGN 127,000 (2022: BGN 78,000).

16. Creditors: Amounts falling due within one year

	Group 31 December 2023 BGN'000	Group Unaudited 31 October 2022 BGN'000	Charity 31 December 2023 BGN'000	Charity Unaudited 31 October 2022 BGN'000
Bank loans	923	923	-	-
Trade creditors	65	32	-	-
Other taxation and social security	65	182	-	-
Other creditors	272	1,127	-	-
Accruals and deferred income	98	423	99	2
	<u>1,423</u>	<u>2,687</u>	<u>99</u>	<u>2</u>
			Group 31 December 2023 BGN'000	Group Unaudited 31 October 2022 BGN'000
Deferred income at 1 November 2022			420	-
Resources deferred during the period			-	420
Amounts released from previous periods			(420)	-
			<u>-</u>	<u>420</u>

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2023

17. Creditors: Amounts falling due after more than one year

	Group 31 December 2023 BGN'000	Group Unaudited 31 October 2022 BGN'000
Bank loans	3,910	4,792
	<u>3,910</u>	<u>4,792</u>

Included within the above are amounts falling due as follows:

	Group 31 December 2023 BGN'000	Group Unaudited 31 October 2022 BGN'000
Between one and two years		
Bank loans	3,910	4,792
	<u>3,910</u>	<u>4,792</u>

The loan is secured on the investment property held by BG Shkolo EAD.

18. Provisions

Group and charity

	Other provision BGN'000
Additions	10
	<u>10</u>
	<u>10</u>

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2023

19. Financial instruments

	Group 31 December 2023 BGN'000	Group 31 October 2022 BGN'000
Financial assets		
Financial assets measured at cost	54,479	54,847
	<u>54,479</u>	<u>54,847</u>
	Group 31 December 2023 BGN'000	Group 31 October 2022 BGN'000
Financial liabilities		
Derivative financial instruments measured at fair value through income and expenditure held as part of a trading portfolio	5,268	6,875
	<u>5,268</u>	<u>6,875</u>

Financial assets comprise of trade debtors, amounts owed from related parties, and accrued income.

Financial liabilities comprise of trade creditors, bank loans, other creditors and accruals.

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2023

20. Statement of funds

Statement of funds - current period

	Balance at 1 November 2022 BGN'000	Income BGN'000	Expenditure BGN'000	Taxation BGN'000	Gains/ (Losses) BGN'000	Balance at 31 December 2023 BGN'000
Unrestricted funds						
General Funds	73,136	6,331	(5,227)	(30)	1,746	75,956

Statement of funds - prior period

	Unaudited As restated Balance at 1 November 2021 BGN'000	Unaudited Income BGN'000	Unaudited Expenditure BGN'000	Unaudited Taxation BGN'000	Unaudited Gains/(Losses) BGN'000	Unaudited Balance at 31 October 2022 BGN'000
Unrestricted funds						
General Funds	89,696	4,596	(25,743)	(34)	4,621	73,136

The funds held by the charity as at 31 December 2023 totalled BGN 63,809,175 (31 October 2022 - BGN 62,955,130).

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2023

21. Analysis of net assets between funds

Analysis of net assets between funds - current period

	Unrestricted funds 31 December 2023 BGN'000	Total funds 31 December 2023 BGN'000
Tangible fixed assets	1,678	1,678
Investment property	24,996	24,996
Debtors due after more than one year	299	299
Current assets	54,325	54,325
Creditors due within one year	(1,423)	(1,423)
Creditors due in more than one year	(3,910)	(3,910)
Provisions for liabilities and charges	(10)	(10)
Total	<u><u>75,956</u></u>	<u><u>75,956</u></u>

Analysis of net assets between funds - prior period

	Unrestricted funds 31 October 2022 BGN'000	Total funds 31 October 2022 BGN'000
Tangible fixed assets	1,752	1,752
Intangible fixed assets	25	25
Investment property	23,639	23,639
Debtors due after more than one year	354	354
Current assets	54,845	54,845
Creditors due within one year	(2,687)	(2,687)
Creditors due in more than one year	(4,792)	(4,792)
Total	<u><u>73,136</u></u>	<u><u>73,136</u></u>

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2023

22. Reconciliation of net movement in funds to net cash flow from operating activities

	Group 31 December 2023 BGN'000	Group Unaudited 31 October 2022 BGN'000
Net income/expenditure for the period (as per Statement of Financial Activities)	1,499	(21,181)
Adjustments for:		
Depreciation charges	276	206
Gain on disposal from disposal of subsidiary	(425)	-
Bad debt provision	89	21,192
Decrease / (increase) in stocks	7	(6)
Decrease / (increase) in debtors	314	(846)
(Increase) / decrease in creditors	(830)	502
Tax charge	30	34
Increase in provision	10	-
Foreign exchange gain	(234)	52
Interest expense	257	193
Payment of corporation tax	-	(42)
Net cash provided by operating activities	993	104

23. Analysis of cash and cash equivalents

	Group 31 December 2023 BGN'000	Group Unaudited 31 October 2022 BGN'000
Cash in hand	35	302
Total cash and cash equivalents	35	302

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2023

24. Analysis of changes in net debt

	At 1 November 2022 BGN'000	Cash flows BGN'000	At 31 December 2023 BGN'000
Cash at bank and in hand	302	(267)	35
Debt due within 1 year	(923)	-	(923)
Debt due after 1 year	(4,792)	882	(3,910)
	<u>(5,413)</u>	<u>615</u>	<u>(4,798)</u>

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2023

25. Related party transactions

As at 31 December 2023 the balance due from DDI Holdings Limited to the Dontchev Foundation was BGN 53,435,450. DDI Holdings Limited is a company in which Sasho Donchev is a director. No other related party transactions occurred within the parent entity.

The transactions with related parties below are balances with other related parties included in the subsidiaries of the Dontchev Foundation. They are considered related parties due to a common trustee/director. All balances payable/receivable are interest free and repayable on demand.

	Balances receivable as at 31 December 2023 BGN'000	Balances payable as at 31 December 2023 BGN'000	Sales for the period ended 31 December 2023 BGN'000	Purchases for the period ended 31 December 2023 BGN'000
Overgaz Engineering JSC	4	-	76	-
Renaissance	-	14	-	98
Overgaz Holding	-	7	-	35
ChSU Bulgarian School	214	-	1,498	-
Sunny Bunny/CHDG Small School	56	-	414	-
Denka	1	-	65	7
Overgaz Networks	54	72	300	300
Overgaz Capital	430	256	23	14
Overgaz Inc	383	-	2,866	-
OG Trans AD	-	1	-	10
Methodiya AD	-	1	-	16
Methodia Web Limited	91	25	19	1,291
Vestitel BG AD	52	1	-	10
Overgaz Direct	-	-	309	-
Overgaz Technik	-	-	2	-
Dee Dee Management AD	-	-	-	1
OU G security	-	28	-	353
	<u>1,285</u>	<u>405</u>	<u>5,572</u>	<u>2,135</u>

26. Prior period adjustments

A prior period adjustment has been processed to recognise a historic donation of shares in the Dontchev Foundation. The impact of the adjustment is to increase investments in subsidiaries in the parent charity balance sheet by BGN 2,868,000 and a corresponding increase in unrestricted reserves of BGN 2,868,000 as at 31 October 2022.

DONTCHEV FOUNDATION
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2023

27. Post balance sheet events

On 23 December 2024 the sole subsidiary of the Dontchev Foundation, BG Shkolo EAD was donated to Foundation M, a charity registered in Bulgaria for nil proceeds, after which the charity no longer hold any investments in subsidiaries.

DONTCHEV FOUNDATION

England & Wales - Charity number 1103251

Accounts

COMPANY REGISTRATION NUMBER: 04946116

CHARITY REGISTRATION NUMBER: 1103251

Dontchev Foundation
Company Limited by Guarantee
Unaudited Financial Statements
For the year ended
31 October 2022

Dontchev Foundation
Company Limited by Guarantee
Financial Statements

Year ended 31 October 2022

	Pages	
Trustees' annual report (incorporating the director's report)	1 to 2	
Chartered accountants report to the board of trustees on the preparation of the unaudited statutory financial statements		3
Statement of financial activities (including income and expenditure account)		4
Statement of financial position	5	
Notes to the financial statements	6 to 10	

Dontchev Foundation
Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 October 2022

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 October 2022 .

Reference and administrative details

Registered charity name	Dontchev Foundation	
Charity registration number		1103251
Company registration number		04946116
Principal office and registered office	4 Hill Street London W1J 5NE	

The trustees

S G Dontchev
I V Manoilov
A D Smith (Retired 28 November 2021)
P Donchev

Company secretary A Tulloch

Accountant Mackenzie Field
Chartered Accountants
Hyde House
The Hyde
Edgware Road
London
NW9 6LA

Structure, governance and management

The Foundation is managed by a board of trustees supported by the secretary.

Objectives and activities

The Foundation has historically provided grants to students attending UK universities as well as Universities abroad and has supported BG Shkolo EAD as referred to below.

Achievements and performance

Dontchev Foundation provides support, as required, for its wholly owned subsidiary, 'BG Shkolo' EAD, which the Foundation initially funded for the construction of the Bulgarsko Shkolo school complex, including kindergarden, primary school, junior high school, high school and a sports centre. In total, the complex educates more than 400 pupils. The complex has been fully operational since 2012.

BG Shkolo EAD has long-term rental agreements with each of the licence holders of the Kindergarden 'Slunchevo Zaiche' and the School 'Bulgarsko Shkolo'.

"BG Shkolo" EAD provides the sports center facilities to both pupils and external bodies.

Financial review

In the event that the Bulgarsko Shkolo requested further funding, the Foundation would seek to attract donations but for the time being, Bulgarska Shkolo is self- funding.

Plans for future periods

The main goal for the next few years will be to continue with the sustainable management of the educational complex and the sports facilities, the ultimate aim of which is to raise and educate self motivated and successful young people and to encourage young people to acquire academic, sporting and practical skills.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 19 June 2023 and signed on behalf of the board of trustees by:

A Tulloch

Charity Secretary

Dontchev Foundation

Company Limited by Guarantee

Chartered Accountants Report to the Board of Trustees on the Preparation of the Unaudited Statutory Financial Statements of Dontchev Foundation

Year ended 31 October 2022

In order to assist you to fulfil your duties under the Companies Act 2006, I have prepared for your approval the financial statements of Dontchev Foundation for the year ended 31 October 2022, which comprise the statement of financial activities (including income and expenditure account), statement of financial position and the related notes from the charity's accounting records and from information and explanations you have given me.

As a practising member of the Institute of Chartered Accountants in England and Wales (ICAEW), I am subject to its ethical and other professional requirements which are detailed at www.icaew.com/en/members/regulations-standards-and-guidance.

This report is made solely to the board of trustees of Dontchev Foundation, as a body, in accordance with the terms of my engagement letter dated 1 August 2022. My work has been undertaken solely to prepare for your approval the financial statements of Dontchev Foundation and state those matters that I have agreed to state to you, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF as detailed at www.icaew.com/compilation. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than Dontchev Foundation and its board of trustees, as a body, for my work or for this report.

It is your duty to ensure that Dontchev Foundation has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Dontchev Foundation. You consider that Dontchev Foundation is exempt from the statutory audit requirement for the year.

I have not been instructed to carry out an audit or a review of the financial statements of Dontchev Foundation. For this reason, I have not verified the accuracy or completeness of the accounting records or information and explanations you have given to me and I do not, therefore, express any opinion on the statutory financial statements.

Mackenzie Field Chartered Accountants

Hyde House The Hyde Edgware Road London NW9 6LA

19 June 2023

Dontchev Foundation
Company Limited by Guarantee
Statement of Financial Activities
(including income and expenditure account)

Year ended 31 October 2022

		2022		2021
		Unrestricted funds	Total funds	Total funds
	Note	£	£	£
Income and endowments				
Other trading activities	5	2,676,921	2,676,921	(2,812,046)
Total income		<u>2,676,921</u>	<u>2,676,921</u>	<u>(2,812,046)</u>
Expenditure				
Expenditure on raising funds:				
Costs of raising donations and legacies	6	9,318,014	9,318,014	–
Expenditure on charitable activities	7,8	1,319	1,319	16,599
Total expenditure		<u>9,319,333</u>	<u>9,319,333</u>	<u>16,599</u>
Net expenditure and net movement in funds		<u>(6,642,412)</u>	<u>(6,642,412)</u>	<u>(2,828,645)</u>
Reconciliation of funds				
Total funds brought forward		35,701,318	35,701,318	38,529,963
Total funds carried forward		<u>29,058,906</u>	<u>29,058,906</u>	<u>35,701,318</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

Dontchev Foundation
Company Limited by Guarantee
Statement of Financial Position

31 October 2022

	Note	2022 £	2021 £
Fixed assets			
Investments	12	4,001,252	3,852,321
Current assets			
Debtors	13	25,058,674	31,850,017
Creditors: amounts falling due within one year	14	1,020	1,020
Net current assets		<u>25,057,654</u>	<u>31,848,997</u>
Total assets less current liabilities		<u>29,058,906</u>	<u>35,701,318</u>
Net assets		<u>29,058,906</u>	<u>35,701,318</u>
Funds of the charity			
Unrestricted funds		<u>29,058,906</u>	<u>35,701,318</u>
Total charity funds	15	<u>29,058,906</u>	<u>35,701,318</u>

For the year ending 31 October 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476 ;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements .

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

These financial statements were approved by the board of trustees and authorised for issue on 19 June 2023 , and are signed on behalf of the board by:

I V Manoilov
Trustee

Dontchev Foundation
Company Limited by Guarantee
Notes to the Financial Statements

Year ended 31 October 2022

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 4 Hill Street, London, W1J 5NE.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. Its financial statements are consolidated into the financial statements of (enter name of group financial statements) which can be obtained from (enter detail). As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102, no cash flow statement has been presented for the company.

Consolidation

The charity is not required to prepare consolidated accounts in accordance with the Charities Act 2011, and has taken advantage of the option not to prepare consolidated financial statements contained in Section 398 of the Companies Act 2006 on the basis that the charity and its subsidiary undertakings comprise a small group.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Incoming resources

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred.

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument. Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

4. Limited by guarantee

The company is limited Every member of the charity undertakes to contribute such amount as may be required (not exceeding £10) to the charity's assets if it should be wound up while he or she is a member or within one year after he or she ceases to be a member, for payment of the charity's debts and liabilities contracted before he or she ceases to be a member, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributories among themselves.

5. Other trading activities

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Currency gain	2,676,921	2,676,921	(2,812,046)	(2,812,046)

6. Costs of raising donations and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Costs of raising donations and legacies - Other type 1	9,318,014	9,318,014	—	—

7. Expenditure on charitable activities by fund type

	Unrestricted Funds	Total Funds 2022	Unrestricted Funds	Total Funds 2021
	£	£	£	£
Grants for students attending Universities in the UK and abroad.	–	–	15,399	15,399
Support costs	1,319	1,319	1,200	1,200
	1,319	1,319	16,599	16,599

8. Expenditure on charitable activities by activity type

	Support costs	Total funds 2022	Total fund 2021
	£	£	£
Grants for students attending Universities in the UK and abroad.	–	–	15,399
Governance costs	1,319	1,319	1,200
	1,319	1,319	16,599

9. Analysis of grants

	2022	2021
	£	£
Grants to individuals		
Grants to individuals	–	15,399
Total grants	–	15,399

10. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2022	2021
	£	£
The average head count of employees during the year was 4 (2021: 4). The average number of full-time equivalent employees during the year is analysed as follows:		
	2022	2021
	No.	No.
Number of staff - management	4	4

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

11. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

12. Investments

	Shares in group undertakings £
Cost or valuation	
At 1 November 2021	3,852,321
Additions	—
Fair value movements	148,931
At 31 October 2022	4,001,252
Impairment	
At 1 November 2021 and 31 October 2022	—
Carrying amount	
At 31 October 2022	4,001,252
At 31 October 2021	3,852,321

All investments shown above are held at valuation.

The Foundation owns 100% of the issued share capital of BG Shkolo SMJSC and Sega AD. BG Shkolo SMJSC is registered in Bulgaria and its principal activity is related with engineering design, repairing and building construction site in the field of education and the social activity. Sega AD is registered in Bulgaria and its principal activity is the operator of a newspaper.

The companies prepare their financial statements to 31 December 2021.

Aggregate capital and reserves

BG Shkolo SMJSC BGN 9,361,000 (2021: BGN 9,058,000)

Sega AD BGN 18,000(2021: BGN 80,000)

Profit and (loss) for the period

BG Shkolo SMJSC BGN 303,000(2021: BGN (90,000))

Sega AD BGN -62,000 (2021: BGN 103,000)

Under the provision of section 398 of the Companies Act 2006 the company is exempt from preparing consolidated accounts and has not done so, therefore the accounts show information about the company as an individual entity.

13. Debtors

	2022	2021
	£	£
Other debtors	25,058,674	31,850,017

14. Creditors: amounts falling due within one year

	2022	2021
	£	£
Accruals and deferred income	1,020	1,020

15. Analysis of charitable funds

Unrestricted funds

	At 1 November 2021	Income	Expenditure	At 31 October 2022
	£	£	£	£
General funds	35,701,318	2,676,921	(9,319,333)	29,058,906

	At 1 November 2020	Income	Expenditure	At 31 October 2021
	£	£	£	£
General funds	38,529,963	(2,812,046)	(16,599)	35,701,318

16. Analysis of net assets between funds

	Unrestricted Funds	Total Funds 2022
	£	£
Tangible fixed assets	4,001,252	4,001,252
Current assets	25,058,674	25,058,674
Creditors less than 1 year	(1,020)	(1,020)
Net assets	29,058,906	29,058,906

	Unrestricted Funds	Total Funds 2021
	£	£
Tangible fixed assets	3,852,321	3,852,321
Current assets	31,850,017	31,850,017
Creditors less than 1 year	(1,020)	(1,020)
Net assets	35,701,318	35,701,318

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.