

REGISTERED COMPANY NUMBER: 10283625 (England and Wales)
REGISTERED CHARITY NUMBER: 1175889

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 JULY 2021
FOR
GALILEO FOUNDATION**

Haysmacintyre LLP
10 Queen Street Place
London
EC4R 1AG

GALILEO FOUNDATION

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FOR THE YEAR ENDED 31 JULY 2021**

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GALILEO FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 JULY 2021

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 July 2021. The trustees have adopted the provisions of the Statement of Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

The Galileo Foundation seeks to strengthen the mission and the resources of the Catholic Church, in particular to support the apostolic mission and initiatives of the Holy See and of His Holiness Pope Francis.

The foundation continues to fund projects which advance key initiatives of the Pope, such as the global fight against human trafficking, assistance for migrants and refugees, the provision of education to those marginalized in society, the protection of Christians in the Holy Land and the promotion of dialogue and understanding between all faiths.

It also works to promote an international dialogue on the important nexus between faith and philanthropy. The foundation intends to co-sponsor a summit at the Vatican on these themes in October 2022 with the Pontifical Academy of Social Sciences.

The Trustees have complied with their duty to have due regard to public benefit guidance published by the Charity Commission in determining the activities undertaken by the charity.

ACHIEVEMENTS AND PERFORMANCE

Every charity in the United Kingdom was impacted by the COVID-19 pandemic, and the Galileo Foundation was no exception. While maintaining good communication with our donors and stakeholders, we also recognised that much of their philanthropy was being channeled to those most in need during this challenging time.

Thanks to the generous support of a small number of our supporters and benefactors, we were able to maintain support for some of our core stakeholders, such as the religious sisters of Talitha Kum fighting human trafficking around the world. We continued our support for their 'Wells of Hope II' project in Jordan, Syria and Lebanon.

The Vatican Museums had been severely impacted by the global pandemic, and the trustees felt that it was very important to continue our support towards funding a staff member in the Patrons Office Internship programme, as the regular communications from that office to the worldwide audience of the Museums was one of the few ways to maintain the visibility of the Museums and their remarkable conservation work which the foundation had supported in previous years.

As well as supporting the promotion of vocations through the publications of the Rogationist Fathers in Rome, the foundation was also pleased to make a number of grants towards the visit of Pope Francis to Lebanon which took place in March 2021. The Galileo Foundation helped restore a number of the sites which were used for papal liturgies during the visit of Pope Francis, and in the aftermath of that visit we also responded to a request from the Archbishop of Erbil to underwrite a catechism programme which reached over 80 schools in the Erbil region. The Galileo Foundation also responded to a request from the Holy See to help upgrade IT facilities at the Apostolic Nunciature in New Delhi, India.

The Holy Father has indicated his approval for the Foundation to organize the inaugural 'Faith and Philanthropy Summit' in October 2022 at the Pontifical Academy of Social Sciences and work continues towards that important initiative.

GALILEO FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 JULY 2021

FINANCIAL REVIEW

The charity has made a deficit in the year of £204,626 as a result of a reduction in donations and legacies received during the financial year. During this financial year there has been a deliberate effort to utilise the accumulated surpluses through the allocation of grants to projects that would have a 3-5 year lifespan. As a result of these activities our reserves were decreased to £4,863.

It is the policy of the trustees to retain sufficient unrestricted funds which, in their judgement, will mitigate the short-term effect of income volatility and retain funds to generate sufficient income to meet current and future operational activities of the charity. The charity's reserves at £4,863 the trustees are confident that ongoing fundraising and a number of forward pledges from donors will ensure that reserve funds will be maintained at a satisfactory level going forward.

The charity does not fundraise in any public facing manner.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its Articles of Association constituting a company limited by guarantee as defined by the Companies Act 2006.

New trustees are nominated by any board member or John McCaffrey (President of Galileo Foundation) to the board and are voted and approved at a board meeting (the last trustee appointed was on 20 March 2018. Julie Etchingham was appointed to replace Vanessa Miner).

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

10283625 (England and Wales)

Registered Charity number

1175889

Registered office

First Floor
9 Orange Street
London
WC2H 7EA

Trustees

L Doughty	Trustee
S B Power	Trustee
J A Etchingham	Trustee

GALILEO FOUNDATION

REPORT OF THE TRUSTEES - CONTINUED FOR THE YEAR ENDED 31 JULY 2021

Independent examiner

Adam Halsey FCA
Haysmacintyre LLP
10 Queen Street Place
London
EC4R 1AG

Statement of trustees' responsibilities

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

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time, the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the board of trustees on 29 June 2022 and signed on its behalf by:



L Doughty -Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF GALILEO FOUNDATION

I report to the Trustees on my examination of the accounts Galileo Foundation for the year ended 31 July 2021 which are set out on pages 5 to 14.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ("the 2006 Act"). The trustees are satisfied that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and have chosen instead to have an independent examination.

Having satisfied myself that the accounts of the charitable company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charitable company's accounts as carried out under section 145 of the 2011 Act. In carrying out my examination I have followed the applicable directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention giving me cause to believe that in any material respect:

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

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



Adam Halsey FCA
Haysmacintyre LLP,
10 Queen Street Place
London
EC4R 1AG
Date: 29 June 2022

GALILEO FOUNDATION

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 JULY 2021**

		2021 Unrestricted funds	2020 Total Funds
	Notes	£	£
INCOME FROM:			
Donations and legacies	2	50,781	913,795
Total		<u>50,781</u>	<u>913,795</u>
 EXPENDITURE ON:			
Raising funds	3	83,636	176,653
Charitable activities	4	171,771	592,027
Total		<u>255,407</u>	<u>768,680</u>
 NET INCOME/ (EXPENDITURE)		<u>(204,626)</u>	<u>145,115</u>
 RECONCILIATION OF FUNDS			
Total funds brought forward		209,489	64,374
 TOTAL FUNDS CARRIED FORWARD		<u><u>4,863</u></u>	<u><u>209,489</u></u>

All funds in both years are unrestricted and arise from continuing activities.

G3,668ALILEO FOUNDATION**BALANCE SHEET****AT 31 JULY 2021 COMPANY NUMBER: 10283625**

		2021	2020
		Unrestricted	Total
		fund	funds
		£	£
CURRENT ASSETS	Notes		
Debtors	8	4,486	-
Cash at bank		12,232	220,489
		<u>16,718</u>	<u>220,489</u>
CREDITORS			
Amounts falling due within one year	9	(11,855)	(11,000)
NET CURRENT ASSETS		<u>4,863</u>	<u>209,489</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,863</u>	<u>209,489</u>
NET ASSETS		<u>4,863</u>	<u>209,489</u>
FUNDS	10		
Unrestricted funds		4,863	209,489
TOTAL FUNDS		<u>4,863</u>	<u>209,489</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2021 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

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

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

The financial statements were approved by the Board of Trustees on 29 June 2022 and were signed on its behalf by:

Lucy Doughty

L Doughty – Trustee

GALILEO FOUNDATION**CASH FLOW STATEMENT****FOR THE YEAR ENDED 31 JULY 2021**

	Notes	2021 £	2020 £
Cash flows from operating activities:			
Net cash (used in) /enerated from operating activities	1	<u>(208,257)</u>	<u>142,373</u>
 Change in cash and cash equivalents in the reporting period		 (208,257)	 142,373
Cash and cash equivalents at the beginning of the reporting period		<u>220,489</u>	<u>78,116</u>
 Cash and cash equivalents at the end of the reporting period		 <u>12,232</u>	 <u>220,489</u>

GALILEO FOUNDATION

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 JULY 2021**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021	2020
	£	£
Net income/ (expenditure) for the reporting period (as per the statement of financial activities)	(204,626)	145,115
Adjustments for:		
Increase in debtors	(4,486)	-
Increase / (Decrease) in creditors	855	(2,742)
Net cash (used in) / generated from operating activities	<u>(208,257)</u>	<u>142,373</u>

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, have been prepared in accordance with the Statement of Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019, Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Galileo Foundation meets the definition of a public benefit entity under FRS 102.

Preparation of the accounts on a going concern basis

Having considered future budgets and cash flows, the trustees confirm that they have no material uncertainties about the entity's ability to continue as a going concern for the foreseeable future.

Income

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings, they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year-end date are noted as a commitment but not accrued as expenditure.

Support costs have been allocated to charitable activities. Governance activities comprise organisational administration and compliance with constitutional and statutory requirements. Costs include direct costs of external audit, legal fees and other professional advice.

Fund accounting

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

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

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

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Debtors

Debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

GALILEO FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS CONTINUED FOR THE YEAR ENDED 31 JULY 2021

Cash at bank and in hand

Cash at bank and in hand includes bank accounts, 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.

Creditors and provisions

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

Estimation uncertainty

In the view of the trustees in applying the accounting policies adopted, no judgements were required that have a significant effect on the amounts recognised in the financial statements nor do any estimates or assumptions made carry a significant risk of material adjustment in the next financial year.

Financial instruments

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

2. DONATIONS AND LEGACIES

	2021	2020
	£	£
Donations	<u>50,781</u>	<u>913,795</u>

3. RAISING FUNDS

Raising donations and legacies

	2021	2020
	£	£
Raising fund related income	13,840	53,727
Rome/ Vatican liaison work	44,403	42,430
USA donor outreach	-	23,635
Other	-	18,420
	<u>58,243</u>	<u>138,212</u>
Administrative expenses	<u>25,393</u>	<u>38,441</u>
Total	<u>83,636</u>	<u>176,653</u>

GALILEO FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 JULY 2021

4. CHARITABLE ACTIVITIES - 2021

	Other	Grant funding of activities (See note 5)	Support costs (See note 6)	Totals
	£	£	£	£
Support in furtherance of the Catholic faith	<u>65,340</u>	<u>82,010</u>	<u>24,421</u>	<u>171,771</u>

CHARITABLE ACTIVITIES - 2020

	Other	Grant funding of activities (See note 5)	Support costs (See note 6)	Totals
	£	£	£	£
Support in furtherance of the Catholic faith	<u>203,797</u>	<u>336,361</u>	<u>51,869</u>	<u>592,027</u>

5. GRANTS PAYABLE

	2021	2020
	£	£
Grants to institutions in line with the objectives	<u>82,010</u>	<u>336,361</u>

The foundation officers identify projects the values of which closely align with the priority areas of the Galileo Foundation, the apostolic mission of Pope Francis and the current and future needs of the Holy See.

Due diligence is applied to all potential grant recipients after which a recommendation is made to the board of trustees who then approve based upon strategic priorities and funds available. The foundation does not give grants to unsolicited requests or applications. Grants are only paid to institutions.

During the year grants that were granted in excess of £10,000 have been listed below:

	2021	2020
	£	£
Apostolic Nunciature Iraq	73,372	220,692
Union of Superiors General	-	39,917
Galileo Foundation US Inc	-	27,290
Fondo Carita	-	17,097
Rome Parish Piazza Asti	-	11,849
University of Exeter	-	-

GALILEO FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 JULY 2021

6. SUPPORT COSTS - 2021

	Finance	Information technology	Governance costs	Totals
	£	£	£	£
Other	4,680	-	19,741	24,421

SUPPORT COSTS – 2020

	Finance	Information technology	Governance costs	Totals
	£	£	£	£
Other	43,945	-	7,924	51,869

Support costs, included in the above, are as follows:

Governance Costs

	2021	2020
	£	£
Accountancy	9,390	3,000
Legal fees	10,351	4,929
	19,741	7,924

7. STAFF COSTS AND TRUSTEES

There was no trustees' remuneration or other benefits for the year ended 31 July 2021 (2020 – the same).

Trustees' expenses

Payment to one trustee for travel expenses totalling £175 has been made for the year ended 31 July 2021 (2020 – £393).

Staff costs were as follows:

	2021	2020
	£	£
Gross salaries	18,333	-
National insurance	304	-
Pension costs	917	-
	19,554	-

1 person was employed by the charity in the year (2020 – 0) and no employee earned over £60,000 in the year.

GALILEO FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 JULY 2021**

8. DEBTORS

	2021 £	2020 £
Other debtors	4,486	-

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade creditors	6,090	-
Accruals and deferred income	5,600	11,000
Other creditors	165	-
	<u>11,855</u>	<u>11,000</u>

10. MOVEMENTS IN FUNDS

	At 1.8.20 £	Net movement in funds £	At 31.7.21 £
Unrestricted funds			
General funds	209,489	(204,626)	4,863
	<u>209,489</u>	<u>(204,626)</u>	<u>4,863</u>

Comparatives for movement in funds

	Net Movement in funds £	At 31.7.20 £
Unrestricted Funds		
General fund	145,115	209,489
	<u>145,115</u>	<u>209,489</u>

11. RELATED PARTY DISCLOSURES

J McCaffrey Associates Ltd charged £66,727 (2020: £199,836) for fundraising consultancy services, governance, support and administration in accordance with contract.

GALILEO FOUNDATION

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 JULY 2021**

	2021 £	2020 £
INCOME FROM:		
Donations and legacies	50,781	913,795
Total income	<u>50,781</u>	<u>913,795</u>
EXPENDITURE		
Raising donations and legacies		
Project expenditure	13,840	53,727
Rome/ Vatican liaison work	44,403	42,430
USA donor outreach	-	23,635
Grants paid	-	18,420
	<u>58,243</u>	<u>138,212</u>
Investment management costs		
Administrative expenses	25,393	38,441
	<u>25,393</u>	<u>38,441</u>
Charitable activities		
Grants	82,010	336,361
Other		
Consultancy	65,340	203,797
Miscellaneous office expenses	-	-
	<u>65,340</u>	<u>203,797</u>
Support costs		
Finance		
Travel and subsistence	(2,086)	35,822
Sundries	173	393
Bank charges	73	64
Foreign exchange losses	6,520	7,666
	<u>4,680</u>	<u>43,945</u>
Governance costs		
Consultancy	-	-
Accountancy	9,390	3,000
Legal fees	10,351	4,924
	<u>19,741</u>	<u>7,924</u>
Total expenditure	<u>255,407</u>	<u>768,680</u>
Net (expenditure)/income	<u><u>(204,626)</u></u>	<u><u>145,115</u></u>