

Charity Registration No. 1184394

BRAVE FOUNDATION

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2020

BRAVE FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Chairman	Bogdan Iwanov Reckalijsky
Secretary	Galin Nikolaev Galev
Treasurer	Bogdan Iwanow Reckalijsky
Trustees	Bogdan Iwanow Reckalijsky Galin Nikolaev Galev Stanimir Stoyanov Pisev
Charity number	1184394
Principal address	98 Rowan Drive Brandon IP27 0HJ
Independent examiner	Brampton Accounting 85 Great Portland Street W1W 7LT

BRAVE FOUNDATION

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BRAVE FOUNDATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2020

The trustees of the Brave Foundation (the Trustees) have pleasure in submitting their report together with unaudited accounts for the year ended 30 September 2020. The accounts have been prepared in accordance with the Charities Statement of Recommended Practice (Charities SORP FRS 102), Financial Reporting Standard 102 (FRS 102) and the Charities Act 2011.

Objectives and activities

The Brave Foundation's purposes as set out in the objects contained in the company's Articles of Association are, for the public benefit, to relieve persons who are in need by reason of financial hardship, ill-health, alcohol or substance abuse, domestic violence or such other social or economic disadvantage.

The aim of the Brave Foundation is to provide free spaces for people in charitable need because of financial hardship, ill-health, alcohol or substance abuse, domestic violence or such other social or economic disadvantage to retreat and have respite. We pursue these aims through the building and managing of fully catered accommodation in Bulgaria close to the border with Macedonia. The particular emphasis of the accommodation is to provide retreat facilities for individuals and small groups who are in charitable need so they can focus on their recovery and return to health. Our aims fully reflect the purposes that the charity was set up to further.

We are a newly established charity and intend to review our aims, objectives and activities each year. This review will look at what we achieved, the outcomes of our work in the previous 12 months, the success of each of our activities and the benefits they have brought to those groups of people we are set up to help.

The review also helps us ensure our aims, objectives and activities remained focused on our stated purposes. We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when considering our aims and objectives and in planning our future activities.

Achievements and performance

All the Brave Foundation's activities this financial year have been focused on the establishment of a retreat and respite Centre and are undertaken to further its charitable purposes for the public benefit. To this end the Brave Foundation has continued to build the infrastructure for the site including kitchens and accommodation.

The Brave Foundation anticipates that the building work will be completed next financial year with a view to inviting its first beneficiaries to the retreat centre in 2022.

Financial review

Charity has received income of £77,983 and there is excess income over expense of £68,950 for the year ended 30 Sept 20. Reserves are held under the General Fund. The amount would be used to achieve the objectives of the organisation i.e mainly providing relief to vulnerable persons in need of shelter, food and other difficulties. Amount held in reserves held is £68,950. There are no uncertainties about the charity as a going concern. Continuous income from patrons is promised and is ongoing. Charity also builds infrastructure to be assured of continuous income in future.

Structure, governance and management

The organisation is a charitable company limited by guarantee, incorporated on 8 September 2017 and registered as a charity on 12 July 2019.

The company is governed by a Memorandum of and Articles of Association incorporated 8 September 2017 as amended by special resolution registered at Companies House on 17 June 2019 which established the objects and powers of the charitable company. In the event of the company being wound up members are required to contribute an amount not exceeding £10.

BRAVE FOUNDATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

The directors of the company are also charity trustees for the purposes of charity law and under the company's Articles of Association are known as the Trustees. Under the requirements of the Articles of Association the Trustees are appointed to serve by the members of the charitable company. The members of the charitable company are Bogdan Iwanow Reckalijsky, Galin Nikolaev Galev and those additional persons admitted to membership of the charitable company by the Trustees in accordance with the Articles of Association.

All Trustees give their time voluntarily and received no benefits from the charity.

The Trustees are selected by the members of the Brave Foundation to serve if they are interested in furthering the charitable objects of the Brave Foundation.

The Brave Foundation is affiliated with and works alongside a charitable organisation in Bulgaria called Fondatsia Hrabar.

Reference and administrative details

Charity name	Brave Foundation
Other name the charity uses	None
Charity registration number (in England and Wales)	1184394
Company registration number	10952436
Charity's principal address and registered office	98 Rowan Drive, Brandon, IP27 0HJ

Trustee name	Appointment and retirement dates
Bogdan Iwanow Reckalijsky	From 08 September 2017 to present
Galina Nikolaev Galev	From 21 June 2019 to present
Stanimir Stoyanov Pisev	From 01 May 2020 to present
Tsvetan Petrov Marinov	From 21 June 2019 to 01 May 2020

Exemptions from disclosure

None

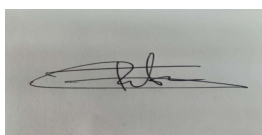
Funds held as custodian trustee on behalf of others

The Brave Foundation does not hold funds as custodian trustee.

Declarations

The Trustees declare that they have approved the trustees' report above.

Signed on behalf of the Trustees



Bogdan Iwanow Reckalijsky

Trustee

Dated: 13 May 2021

BRAVE FOUNDATION

TO THE TRUSTEES OF BRAVE FOUNDATION

I report on the accounts of the charity for the year ended 30 September 20, which are set out on pages 4 to 10.

This report is made solely to the charity's trustees, as a body, in accordance with Section 154 of the Charities Act 2011. My work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and its trustees as a body, for my work, for this report, or for the opinions I have formed.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the financial statements. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

- (i) examine the financial statements under section 145 of the 2011 Act;
- (ii) to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- (iii) to state whether particular matters have come to my attention.

Basis of independent examiner's report

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

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities:

I understand that this has been done in order for the financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice.

DocuSigned by:

Brampton Accounting

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Brampton Accounting
85 Great Portland Street
W1W 7LT

Dated: 13 May 2021

BRAVE FOUNDATION

**STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT***FOR THE YEAR ENDED 30 SEPTEMBER 2020*

	Notes	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £	Total 2019 £
<u>Income from:</u>					
Voluntary income for charitable activities	3	77,983	-	77,983	49,154
Grant Income		3,432	-	3,432	
Total income		81,325	-	81,325	49,154
<u>Expenditure on:</u>					
<u>Charitable activities</u>					
Costs of charitable activities	4	2,233	-	2,233	33,992
Support costs	5	992	-	992	6,762
Total charitable expenditure		3,225	-	3,225	40,754
Governance costs		9,240	-	9,240	8,400
Total resources expended		12,465	-	12,465	49,154
Net income/(expenditure) for the year/ Net movement in funds		68,950	-	68,950	0
Fund balances at 1 October 2019		0	-	0	0
Fund balances at 30 September 2020		68,950	-	68,950	0

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

All income and expenditure derive from continuing activities.

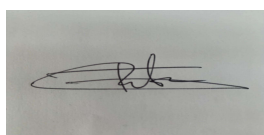
BRAVE FOUNDATION

STATEMENT OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2020

	Notes	2020 £	£	2019 £	£
Current assets					
Cash at bank and in hand		69,452		89,662	
		<u>69,452</u>		<u>89,662</u>	
Creditors: amounts falling due within one year		(502)		(89662)	
Net current assets		<u>68,950</u>		<u>0</u>	
Income funds					
Restricted funds			0		0
Unrestricted funds			68,950		0
		<u>68,950</u>		<u>0</u>	
		<u>68,950</u>		<u>0</u>	

The financial statements were approved by the Trustees on 30 September 2020



Bogdan Iwanow Recklijsky
Trustee
Dated: 13 May 2021

BRAVE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2020

1 Accounting policies

Charity information

The organisation is a charitable company limited by guarantee, incorporated on 8 September 2017 and registered as a charity on 12 July 2019. The company is governed by a Memorandum of and Articles of Association incorporated 8 September 2017 as amended by special resolution registered at Companies House on 17 June 2019 which established the objects and powers of the charitable company.

The principal address is 98 Rowan Drive, Brandon IP27 0HJ.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's governing document, the Charities Act 2011 and "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)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the Charity.

1.4 Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy.

BRAVE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

1 Accounting policies

(Continued)

1.5 Resources expended

Resources expended are recognised in the period in which they are incurred. Resources expended include attributable VAT which cannot be recovered.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs represent costs associated with meeting the constitutional and statutory requirements of the charity and include the independent examination costs linked to the strategic management of the charity.

1.6 Cash and cash equivalents

Cash and cash equivalents include cash in hand and bank.

1.7 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity 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 AND LIABILITIES

Basic financial assets and liabilities, which include debtors and creditors with no stated interest rate and receivables or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

1.8 Direct taxation

As a Charity, the Society is generally exempt from income tax and capital gains tax, but not from VAT. Irrecoverable VAT is included in the cost of those items to which it relates.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

BRAVE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2020

3 Income	Unrestricted Funds	Restricted Funds	Total 2020	Total 2019
Voluntary income for charitable activities	77,983	0	77,983	49,154
Grant Income - Furlough	3,432	0	3,432	0
	<u>81,415</u>	<u>0</u>	<u>81,415</u>	<u>49,154</u>

4 Cost of Charitable activities	Unrestricted Funds	Restricted Funds	Total 2020	Total 2019
Equipment expensed	2,233	0	2,233	3,353
Direct costs for the projects	0	0	0	30,639
	<u>2,233</u>	<u>0</u>	<u>2,233</u>	<u>33,992</u>

5 Support costs	Unrestricted Funds	Restricted Funds	Total 2020	Total 2019
Telephone and internet	525	0	525	87
Postage	6	0	6	0
Travel and motor expenses	143	0	143	108
salaries and wages	0	0	0	5,250
Sundry expenses	309	0	309	935
Bank charges	9	0	9	382
	<u>992</u>	<u>0</u>	<u>992</u>	<u>6,762</u>

6 Employees

There was one employee during the year (2019-1)

7 Related party transactions

There were no related party transactions during the year (2019-none).