

Charity registration number 1189004

Company registration number CE021495 (England and Wales)

PARADIFFERENCE FOUNDATION UK
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023

PARADIFFERENCE FOUNDATION UK

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Amanda Düsing Anna-Karin Gustavsson Claes Marcus Gustavsson Professor Randall Johnson
Charity number	1189004
Company number	CE021495
Registered office	One Bartholomew Close London UK EC1A 7BL
Independent examiner	Ahsan Miraj FCA Bright Grahame Murray Emperor's Gate 114a Cromwell Road London SW7 4AG

PARADIFFERENCE FOUNDATION UK

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PARADIFFERENCE FOUNDATION UK

TRUSTEES' REPORT (INCLUDING DIRECTOR'S REPORT) FOR THE YEAR ENDED 5 APRIL 2023

The trustees present their annual report and financial statements for the year ended 5 April 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 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)" (effective 1 January 2019).

Objectives and activities

The objectives of the charity are:

- To advance the education of the public in general and to promote medical research related to neuroendocrine cancers (particularly paraganglioma and pheochromocytoma, with special regard to malignant paragangliomas caused by the SDHB mutation) for the public benefit.
- To advance health by supporting efforts to improve treatment options for people with neuroendocrine cancers.
- To advance science by increasing the existing body of knowledge in relation to the understanding, diagnosis, management and treatment of neuroendocrine cancers,

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

The Trustees are satisfied with the results for the year. One large donation was received and further agreements were finalised to carry out specific research projects in line with the Charity's objectives

Financial review

During the year the charity was in receipt of donations of £793,000 (2022: £723,000) and awards totalling £655,000 (2022: £Nil) were paid in the year.

Net income for the year was £139,000 (2022: £713,000)

Committed research awards unpaid at the year end have where payments had commenced during the year have been included as designated funds. Due to awards granted during the year the total research commitments at the year end amounted to £1.8M and in order to fund this a related party donated US\$2M after the year end.

Reserves policy

The income of the Charity derives mainly from occasional donations and does not rely on donations from the public. The charity has minimal running costs and any agreements to fund research can be met within its current reserves. Any surplus reserves will be maintained for future development.

PARADIFFERENCE FOUNDATION UK

TRUSTEES' REPORT (INCLUDING DIRECTOR'S REPORT) (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2023

Structure, governance and management

The Charity was established under the Constitution dated 19 December 2019, submitted with the Charity Commission on 17 February 2020 and registered by the Charity Commission on 9 April 2020.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Amanda Düsing

Anna-Karin Gustavsson

Claes Marcus Gustavsson

Professor Randall Johnson

The power of appointing trustees rests with the trustees which must number at least three.

There are no paid employees of the charity and there is no relationship with any other UK charity.

The trustees' report was approved by the Board of Trustees.



.....
Anna-Karin Gustavsson

Trustee

Date: 22-11-2023
.....

PARADIFFERENCE FOUNDATION UK

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF PARADIFFERENCE FOUNDATION UK

I report to the trustees on my examination of the financial statements of Paradiifference Foundation UK (the charity) for the year ended 5 April 2023.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity 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 charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of Chartered Accountants, which is one of the listed bodies.

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

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements 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 financial statements to be reached.

Ahsan Miraj

Ahsan Miraj FCA
Independent Examiner
Bright Grahame Murray
Chartered Accountants

Emperor's Gate
114a Cromwell Road
London
SW7 4AG

Dated: 23 November 2023

PARADIFFERENCE FOUNDATION UK

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 5 APRIL 2023

	Notes	Unrestricted funds 2023 £	Unrestricted funds 2022 £
<u>Income from:</u>			
Donations and legacies	2	793,021	723,027
Investments	3	11,267	-
Total income		804,288	723,027
<u>Expenditure on:</u>			
Charitable activities	4	663,772	9,530
Net income for the year/ Net incoming resources		140,516	713,497
Other recognised gains and losses			
Other gains or losses	9	(1,194)	-
Net movement in funds		139,322	713,497
Fund balances at 6 April 2022		713,949	452
Fund balances at 5 April 2023		853,271	713,949

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

PARADIFFERENCE FOUNDATION UK

BALANCE SHEET

AS AT 5 APRIL 2023

	Notes	2023 £	£	2022 £	£
Current assets					
Debtors	10	18,373		-	
Cash at bank and in hand		843,298		719,649	
		<u>861,671</u>		<u>719,649</u>	
Creditors: amounts falling due within one year	11	(8,400)		(5,700)	
Net current assets			<u>853,271</u>		<u>713,949</u>
Income funds					
<u>Unrestricted funds</u>					
Designated funds	12	717,000		541,000	
General unrestricted funds		<u>136,271</u>		<u>172,949</u>	
			<u>853,271</u>		<u>713,949</u>
			<u>853,271</u>		<u>713,949</u>

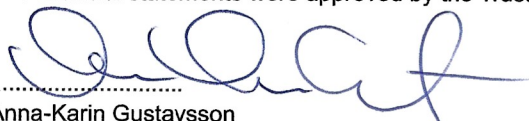
The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 5 April 2023.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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.

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

The financial statements were approved by the Trustees on 22-11-2023


.....
Anna-Karin Gustavsson
Trustee

Company registration number CE021495

PARADIFFERENCE FOUNDATION UK

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2023

1 Accounting policies

Charity information

Paradifference Foundation UK is a private company limited by guarantee incorporated in England and Wales. The registered office is One Bartholomew Close, London, EC1A 7BL, UK.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

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.

Designated funds are monies set aside for a specific purpose.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised when received.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 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.

Governance costs include the costs of governance arrangements that relate to the general running of the charity. These activities provide the governance infrastructure that allows the charity to operate and to generate the information required for public accountability.

PARADIFFERENCE FOUNDATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2023

1 Accounting policies

(Continued)

1.6 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

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

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method 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. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

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

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

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

2 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Donations and gifts	793,021	723,027

PARADIFFERENCE FOUNDATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2023

3 Investments

	Unrestricted funds	Total
	2023 £	2022 £
Interest receivable	11,267	-

4 Expenditure on charitable activities

	2023 £	2022 £
Direct costs		
Research awards	654,665	-
Share of support and governance costs (see note 5)		
Support	107	350
Governance	9,000	9,180
	663,772	9,530
Analysis by fund		
Unrestricted funds	663,772	9,530

5 Support costs

	Support costs £	Governance costs £	2023 £	Support costs £	Governance costs £	2022 £
Bank charges	107	-	107	350	-	350
Independent Examiners fees	-	9,000	9,000	-	5,700	5,700
Legal and professional fees	-	-	-	-	3,480	3,480
	107	9,000	9,107	350	9,180	9,530
Analysed between Charitable activities	107	9,000	9,107	350	9,180	9,530

6 Trustees

The Charity considers its key management personnel to comprise of the Trustees.

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

PARADIFFERENCE FOUNDATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2023

7 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
Total	-	-

8 Taxation

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

9 Other gains or losses

	Unrestricted funds	Total
	2023 £	2022 £
Foreign exchange losses	1,194	-

10 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Other debtors	18,373	-

11 Creditors: amounts falling due within one year

	2023 £	2022 £
Accruals and deferred income	8,400	5,700

PARADIFFERENCE FOUNDATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 APRIL 2023

12 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 6 April 2022 £	Resources expended £	Transfers £	Balance at 5 April 2023 £
Research awards	541,000	(324,000)	500,000	717,000
	<u>541,000</u>	<u>(324,000)</u>	<u>500,000</u>	<u>717,000</u>

13 Events after the reporting date

The charity received a donation of US\$2 million subsequent to the year end.

14 Related party transactions

Donations received include £Nil (2022: £4,997) from trustees and £793,021 (2022: £718,030) from a company where two of the trustees are directors. Debtors of £18,373 (2022: £Nil) are due from a company where two of the trustees are directors.