



KEYS OF CHANGE

TRUSTEES' ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
31 DECEMBER 2014**

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KEYS OF CHANGE
TRUSTEES' ANNUAL REPORT
YEAR ENDED 31 DECEMBER 2014

1. REFERENCE AND ADMINISTRATIVE DETAILS

Address	6 Wyvern Road Purley CR8 2NP
Trustees:	
Chair	P. Karan
Other trustees	Z. Tarpagos S. Perry C. Patrick
Bankers	HSBC 1 Finchley Road St John's Wood London NW8 9TS
Independent examiner	JB Price 1b Oxford Street Cheltenham Gloucestershire GL52 6DT

2. STRUCTURE, MANAGEMENT AND GOVERNANCE

Governing Document

Keys of Change ("the Charity") is a Charitable Trust, governed by a trust deed adopted 1st January 2011. It is registered as a charity in England and Wales, number 1141861.

Trustees

Trustees are recruited from people who have an interest in advancing musical education internationally. They are appointed by vote of existing trustees.

Organisational Structure

Trustees meet regularly and are responsible for the strategic direction and policy of the Charity.

3. OBJECTS, AIMS AND ACTIVITIES

The trustees confirm that they have referred to the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives they have set.

Objects

The objects of the Charity are:

- To advance the lives of young people in remote communities around the world through education and musical education.
- To act as a resource for young people in remote communities around the world by providing live performances of classical music.

Activities

Musicians from the Charity travel to communities in various parts of the world where the musical education they provide can benefit young people and enable them to develop their musical abilities as well as their emotional wellbeing. Musicians from the Charity give musical performances, often to audiences who have never had access to classical music. They also train young musicians in these areas and enable them to perform.

4. ACHIEVEMENTS AND PERFORMANCE

During the year, the Charity worked in India, Siberia, Sierra Leone, Ecuador, Greece and Fukushima in Japan.

In India, Keys of Change musicians gave two weeks of rehearsals and coaching to young musicians from the Kolkata Youth Orchestra, and then organised a concert for the KYO in one of the main concert halls in Kolkata.

In Siberia, the Charity founder and concert pianist Panos Karan performed in orphanages and hospitals in Yekaterinburg, Irkutsk and Vladivostok, including one visit to play music for young patients undergoing cancer treatment.

In Greece, Panos Karan and flautist Ana Chifu travelled to Xanthi in Northern Greece to perform for students in minority schools. The Keys of Change team visited four schools in different communities, at the invitation of the Greek NGO “Anthropos”, with a focus on the impoverished Turkish-speaking Roma population of the area.

The Charity has made repeated visits to Ecuador over the last few years, and in 2014 continued to support the musical education of students from deprived backgrounds in Quito. Approximately 20 students are learning the guitar, 50 are part of a choir, and 15 are in a dance group, all funded by the Charity.

After continuous collaboration with schools in Fukushima, Japan, and several joint concerts for the local communities, in March 2014 Keys of Change established the Fukushima Youth Sinfonietta, an orchestra made up of young musicians from Fukushima. The Charity organised intensive training for the FYS, culminating in their London debut at the Southbank Centre on 2 April 2014.

In Sierra Leone, the Charity continued to support a summer music school for students in a community close to Freetown.

The Charity aims to continue with all these projects in 2015 and beyond, and to build on the successes so far achieved.

5. FINANCIAL REVIEW

Performance in the year

The results for the year are disclosed in the attached Financial Statements.

Reserves Policy

Reserves are held to ensure The Charity is well placed to meet future demands on its resources. The trustees consider the level of reserves to be satisfactory.

6. FUTURE PLANS

The trustees plan to continue to develop their existing activities.

7. STATEMENT OF TRUSTEES' RESPONSIBILITIES

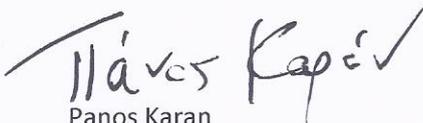
The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Charity law requires the trustees to prepare financial statements for each financial year which give details of 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 of 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 assume that the charity 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 relevant legislation. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

On behalf of the Trustees



Panos Karan

Chair

1 October 2015

KEYS OF CHANGE

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 DECEMBER 2014

	Note	2014			2013
		General Fund	Restricted Funds	Total	Total
		£	£	£	£
INCOMING RESOURCES					
Incoming resources from generated funds:					
Voluntary income					
Donations and fund raising	2	6,129	27,513	33,642	11,284
Grants from trusts	3	2,700	15,000	17,700	-
Incoming resources		<u>8,829</u>	<u>42,513</u>	<u>51,342</u>	<u>11,284</u>
RESOURCES EXPENDED					
Charitable activities		11,499	42,513	54,012	13,562
Governance costs					
Independent examination		300	-	300	-
Resources expended	3	<u>11,799</u>	<u>42,513</u>	<u>54,312</u>	<u>13,562</u>
NET OUTGOING RESOURCES		(2,970)	-	(2,970)	(2,278)
FUND BROUGHT FORWARD		8,992	-	8,992	11,270
FUND CARRIED FORWARD		<u>6,022</u>	<u>-</u>	<u>6,022</u>	<u>8,992</u>

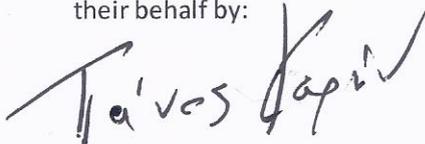
KEYS OF CHANGE

BALANCE SHEET

AS AT 31 DECEMBER 2014

	Note	2014 £	2013 £
ASSETS			
Current assets			
Cash at bank		6,322	8,992
Less: creditors: amounts due in less than one year	4	<u>(300)</u>	<u>-</u>
Net current assets		<u>6,022</u>	<u>8,992</u>
Total assets	5	<u>6,022</u>	<u>8,992</u>
REPRESENTED BY			
General fund	6	6,022	8,992
Restricted funds	6	-	-
		<u>6,022</u>	<u>8,992</u>

These accounts were approved by the trustees on 1 October 2015 and are signed on their behalf by:



P. Karan
Chair of trustees

KEYS OF CHANGE

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2014

1. Accounting Policies

Basis of accounting

The financial statements have been prepared under the historical cost convention, in accordance with applicable Accounting Standards and the Companies Act and comply with the Statement of Recommended Practice Accounting and Reporting by Charities. The policies adopted for items which are judged material to the financial statements are as follows:

Incoming resources

Donations and gifts are recognised as income when received. Donations under Gift Aid are recognised when receivable. The associated income tax recovery is recognised when the recovery is receivable.

Grants are recognised as income when they are received provided conditions for receipt have been complied with, unless they relate to a specified future period in which case they are deferred.

Resources expended

Resources expended are recognised on an accruals basis.

Grants made consist of payments made to support the activities in Ecuador as described in the Trustees' Annual Report.

Governance costs comprise those costs incurred by the charity in meeting its constitutional and statutory requirements.

Funds

Restricted funds represent the funds specifically reserved for activities specified by the donor. Unrestricted funds are funds which can be utilised at the discretion of the trustees.

KEYS OF CHANGE

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2014 (continued)

2 Donations and fundraising

	2014 £
Unrestricted	
Regular payments and standing orders	340
Music in Kolkata	1,852
Fundraising events/recitals	526
Other	3,411
	<hr/> 6,129
Restricted	
Music from Fukushima in London	27,513
	<hr/> Total
	33,642

3 Grants from trusts

Unrestricted	
Costas M Lemos	<hr/> 2,700
Restricted	
Daiwa Anglo-Japanese Foundation	11,000
GB Sasakawa Foundation	<hr/> 4,000
	<hr/> 15,000
	<hr/> Total
	17,700

4 Resources expended

No remuneration was paid to the trustees during the year.

Expenses reimbursed to trustees amounted to £2,595.

The Independent Examiner's fee amounted to £300

5 Creditors

	2014 £	2013 £
Independent Examiner's fee	<hr/> 300	<hr/> -

KEYS OF CHANGE

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2014 (continued)

6 Analysis of net assets between funds

	Opening balance	Incoming resources	Outgoing resources	Closing balance
	£	£	£	£
Restricted funds:				
Music from Fukushima in London				
Donations	-	27,513	(27,513)	-
Daiwa Anglo-Japanese Foundation	-	11,000	(11,000)	-
GB Sasakawa Foundation	-	4,000	(4,000)	-
	-	42,513	(42,513)	-
General fund	8,992	8,829	(11,799)	6,022
Total funds	<u>8,992</u>	<u>51,342</u>	<u>(54,312)</u>	<u>6,022</u>

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF KEYS OF CHANGE

I report on the accounts of Keys of Change for the year ended 31 December 2014 which comprise the Statement of Financial Activities, the Balance Sheet, and the related notes.

Respective responsibilities of trustee and examiner

The charity's trustees are responsible for the preparation of the accounts. 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:

- examine the accounts under section 145 of the 2011 Act;
- 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
- 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 accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and the seeking of 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 accounts present a "true and fair view" and the report is limited to those matters set out in the statement below:

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- which gives me reasonable cause to believe that, in any material respect, the requirements
 - (a) to keep accounting records in accordance with section 130 of the 2011 Act; and
 - (b) to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Acthave not been met; or
- to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

JB Price
Chartered Accountant
1b Oxford Street, Cheltenham, GL52 6DT
www.johnprice.org.uk

1 October 2015