

**THE ALAN AND BABETTE  
SAINSBURY CHARITABLE FUND**

**ANNUAL REPORT**

**5 APRIL 2018**

**THE PEAK  
5 WILTON ROAD  
LONDON SW1V 1AP**

**THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND**  
**5 April 2018**

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# THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND

5 April 2018

## REPORT OF THE TRUSTEES

### Legal and Administrative

The Alan and Babette Sainsbury Charitable Fund (No. 292930) was established under a Trust Deed dated 14 July 1953.

<b>Trustees</b>	The Rt Hon Sir Timothy Sainsbury Ms Lindsey Anderson Mr Julian Sainsbury Miss Judith Portrait OBE Ms Jessica Sainsbury (appointed 2 November 2017)	
<b>Registered Office</b>	The Peak 5 Wilton Road London SW1V 1AP	
<b>Principal Officers</b>	Mr Alan Bookbinder Mr Robert Bell Mrs Karen Everett Mrs Cristine Harding Ms Jo Temple Ms Thrisa Haldar All the Principal Officers are employed on a part-time basis.	Director (to 31 August 2018) Director (from 1 September 2018) Finance Director Executive Executive (to 14 June 2018) Executive (from 22 October 2018)
<b>Bankers</b>	Child & Co 1 Fleet Street London EC4Y 1BD	
<b>Solicitors</b>	Portrait Solicitors 21 Whitefriars Street London EC4Y 8JJ	
<b>Auditors</b>	Crowe U.K. LLP St Bride's House 10 Salisbury Square London EC4Y 8EH	
<b>Investment Advisers</b>	Schroder & Co Limited 102 Moorgate London EC2R 6DA	

# THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND

5 April 2018

## REPORT OF THE TRUSTEES (continued)

### Investment Powers

The Trust Deed empowers the Trustees to appoint investment advisers who have discretion to invest the funds of the Trust within guidelines established by the Trustees.

### Objects

The objects of the Trust as given in the Trust Deed are for general charitable purposes.

### Organisation

The Trust's Settlor, Lord Sainsbury of Drury Lane died in 1998, after which his son Simon Sainsbury guided the Trustees' decisions until his own death in September 2006. Simon's brother Sir Timothy succeeded him as Chairman and the Trust continues to maintain the distinctive character of grant-making demonstrated for over forty years by the founder.

The Trust is one of the Sainsbury Family Charitable Trusts which share a common administration.

The remuneration of the senior staff (including key management personnel) is reviewed by the trustees on an annual basis taking into account the requirements of their role and performance during the year. From time to time the SFCT Management Committee benchmarks pay levels against the comparable positions in similar organisations.

Trustees are appointed by the existing Trustees and are provided with relevant information relating to their responsibilities as Trustees.

The Trust does not raise funds from the public.

### Policies

During the year the Trustees considered proposals under the following categories:

Civil Liberties and Community Relations

Overseas

Scientific and Medical Research

Youth Work

General

The Trustees concentrate their resources on a small number of categories which build on themes from the Trust's earlier grant-making. Proposals are likely to be invited by the Trustees or initiated at their request. Unsolicited applications are unlikely to be successful. Grants are not made to individuals.

## **REPORT OF THE TRUSTEES (continued)**

### **Reserves Policy**

It is the Trustees' policy to approve grants for payment over a period of years, subject to certain conditions over the life of the grant. Those expected to be paid within twelve months of the year-end are accrued in the accounts, whilst those grants due to be paid after this date are not accrued. The latter are referred to in note 3 to the accounts and amount to £87,500. They represent funds earmarked for continued support to certain existing beneficiaries, although formal commitments have not yet been made. Cash flow projections for income and expenditure are regularly reviewed to ensure that the level of available reserves is adequate and that the Trust is in a position to meet all its commitments.

The Trustees consider that when possible it is appropriate to hold funds, both to meet the short-term working capital needs of the Trust and in anticipation of the potential payment of subsequent grant instalments. In the unlikely event that the Trustees find themselves unable to meet current commitments from the future income, they would be willing to draw on expendable endowment in order to meet those commitments, as they see fit. As at 5 April 2018, the Trust held total funds of £16m.

### **Risk Assessment**

The Trustees have examined the major strategic, business and operational risks to which the Trust may be exposed. Through the joint office of the Sainsbury Family Charitable Trusts, adequate systems are in place to meet such potential risks as the Trustees have identified. The Trustees continue to be vigilant and to keep processes under review.

The Trustees have identified as a key risk the misuse of funds by a grantee charity. The Trustees normally restrict grants to charities registered with the UK Charity Commission or equivalent bodies. The awards are made following a thorough assessment and grants are regularly monitored; multi-year grants are paid only on receipt of satisfactory progress reports.

### **Investment Policy**

Trustees meet with their investment managers twice a year to discuss investment strategy and also to seek to ensure that the Trust's income requirements are met and that long term capital growth is in line with relevant indices. The Trustees normally hold investments for the long term.

### **Charities and Public Benefit**

Trustees are aware of the Charity Commission guidance on Charity and Public Benefit and confirm that they have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to it. They consider the full information which follows in this annual report, about the Trust's aims, activities and achievements in the many areas of interest that the Trust supports demonstrates the benefit to its beneficiaries, and through them to the public, that arise from those activities.

**THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND**  
**5 April 2018**

**REPORT OF THE TRUSTEES (continued)**

**Review of the Past Year**

During the year the asset value of the Trust decreased from £16,439,977 at 5 April 2017 to £15,919,718 at 5 April 2018, a decrease of 3%. The net unrestricted income of the Trust for the year after charging support costs was £574,096, an increase of 32% on the previous year's figure of £435,043.

The Trustees met twice during the year to make grants.

**Future Plans**

The Trust will continue to support activities described above by the award of grants.

# THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND

5 April 2018

## REPORT OF THE TRUSTEES (continued)

### Grants Approved

Grants approved during the year may be analysed by number and by value in the categories set out below:

	Grants Approved	£
Civil Liberties and Community Relations	7	205,000
Overseas	7	94,500
Youth Work	7	140,580
General	3	20,000
	24	460,080

### CIVIL LIBERTIES AND COMMUNITY RELATIONS – £205,000

The Trustees support projects which promote and protect civil liberties and community relations. This may include support for minority communities or those seeking refuge in the UK, as well as organisations working to promote the importance of human rights, free speech and tolerance. Trustees favour organisations that work with individuals and communities at the grassroots rather than those carrying out national or international campaigns. Grants approved in this category were as follows:

#### **Baobab Centre for Young Survivors in Exile – £22,500**

Towards core costs.

#### **National Holocaust Centre & Museum – £45,000**

Towards core costs.

#### **Prism the Gift Fund – £30,000**

Towards the expansion of Refugee Trauma Initiative.

#### **Room to Heal – £30,000**

Towards core costs.

#### **Student Action for Refugees – £20,000**

Towards core costs.

#### **Wiener Library – £47,500**

Towards core costs.

#### **World Jewish Relief – £10,000**

Towards an employment project for Syrian refugees in Bradford and Coventry.

**REPORT OF THE TRUSTEES (continued)**

**OVERSEAS – £94,500**

Trustees' priorities in this category are: support for education and young people's employment, projects which promote freedom of speech or advance peace and reconciliation. Priority is given to developing countries particularly countries in sub-Saharan Africa. Grants approved in this category were as follows:

**Canon Collins Trust – £16,000**

Towards two post-graduate scholarships per annum at South African universities.

**Emms International – £15,000**

Towards community healthcare in northern Malawi.

**Friends of the Holy Land – £7,500**

Towards small grants for Christian families in need in Israel.

**Middle East Entrepreneurs of Tomorrow – £5,000**

Towards entrepreneurship and technology courses.

**Peace Direct – £8,500**

Towards paralegal training for peace court members in the Democratic Republic of the Congo.

**Teach A Man To Fish – £27,500**

Towards the expansion of its school business programme in Rwanda.

**Y Care International – £15,000**

Towards salary costs of the education & enterprise development adviser.

**YOUTH WORK – £140,580**

The Trustees support projects which help young people achieve their potential. They are sympathetic to projects which promote learning and education within disadvantaged communities in Southwark, where the founder worked. Grants approved in this category were as follows:

**Bede House Association – £30,000**

Towards core costs.

**Blue Elephant Theatre – £12,500**

Towards the salary of the Participation Director.

**Bright Ideas Trust – £12,000**

Towards "Your Lightbulb Moment" enterprise education programme.



**THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND**

**5 April 2018**

**REPORT OF THE TRUSTEES (continued)**

**Cambridge House & Talbot – £10,000**

Towards specialist training provision in the "Stand Up Southwark" programme.

**InSpire at St Peters Ltd - 2InSpire – £24,000**

Towards salary costs.

**Working with Men – £10,080**

Towards the 'Boys Development' project in one secondary school in Southwark.

**Young Futures – £42,000**

Towards salary costs in Southwark.

**GENERAL – £20,000**

Three grants were approved which do not naturally fit within the other categories. Trustees made these grants as they believe that the activities of these organisations are of distinct benefit. Grants approved in this category were as follows:

**Ashden Sustainable solutions, better lives – £5,000**

Towards core costs.

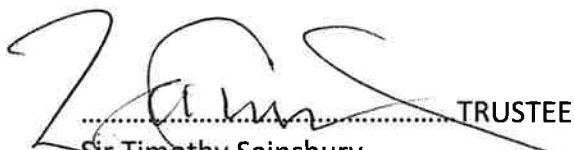
**Kentish Town City Farm – £10,500**

Towards core costs.

**The Sainsbury Archive - £4,500**

Towards core costs and an archivist.

Approved by the Board of Trustees on 15 November 2018 and signed on their behalf by

  
..... TRUSTEE  
Sir Timothy Sainsbury

**THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND**  
5 April 2018

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 5 APRIL 2018**

	<i>Notes</i>	Unrestricted Funds	Expendable Endowment	Total Funds 2018	2017
		£	£	£	£
<b>Incoming and Endowments from:</b>					
Investments	2	624,943	-	624,943	493,516
Interest on short term deposits		14,093	-	14,093	-
Bank deposit interest and other income		345	-	345	901
<b>Total Income</b>		<b>639,381</b>	<b>-</b>	<b>639,381</b>	<b>494,417</b>
<b>Expenditure on:</b>					
<i>Cost of raising funds:</i>					
Investment management fees		-	82,727	82,727	76,377
<i>Charitable activity:</i>					
<i>Grant-making:</i>					
Grant expenditure	3	586,131	-	586,131	487,600
Grant related support costs	4	65,285	-	65,285	59,374
<b>Total Expenditure</b>		<b>651,416</b>	<b>82,727</b>	<b>734,143</b>	<b>623,351</b>
<b>Net Operating Deficit</b>		<b>(12,035)</b>	<b>(82,727)</b>	<b>(94,762)</b>	<b>(128,934)</b>
Net (losses)/ gains on investment assets:		-	(425,497)	(425,497)	1,982,224
<i>Transfers between funds</i>		12,035	(12,035)	-	-
<b>Net movement in funds</b>		<b>-</b>	<b>(520,259)</b>	<b>(520,259)</b>	<b>1,853,290</b>
<i>Reconciliation of funds:</i>					
Total funds brought forward		-	16,439,977	16,439,977	14,586,687
Total funds carried forward		-	15,919,718	15,919,718	16,439,977

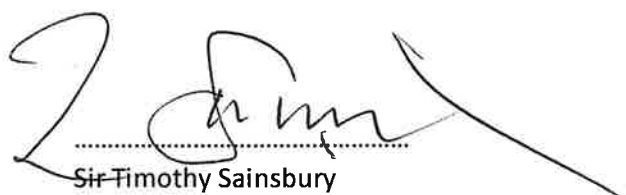
The notes on pages 12 to 19 form part of these accounts.

**THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND**  
5 April 2018

**BALANCE SHEET**  
**AS AT 5 APRIL 2018**

	<u>Notes</u>	<u>2018</u>	<u>2017</u>
		£	£
<b>FIXED ASSETS</b>			
Tangible fixed assets	<b>6</b>	3,640	4,550
Investments	<b>7</b>	<u>15,831,835</u>	<u>16,273,383</u>
		<u>15,835,475</u>	<u>16,277,933</u>
<b>CURRENT ASSETS</b>			
Debtors	<b>8</b>	65,757	15,837
Cash at bank and in hand		<u>273,973</u>	<u>226,650</u>
		339,730	242,487
<b>CURRENT LIABILITIES</b>			
<b>Creditors - amounts falling due within 1 year</b>	<b>9</b>	<u>(255,487)</u>	<u>(80,443)</u>
<b>NET CURRENT ASSETS</b>		84,243	162,044
<b>NET ASSETS</b>		<u>15,919,718</u>	<u>16,439,977</u>
<b>CAPITAL FUNDS</b>			
Expendable endowment	<b>10</b>	15,919,718	16,439,977
<b>INCOME FUNDS</b>			
Unrestricted funds	<b>10</b>	-	-
		<u>15,919,718</u>	<u>16,439,977</u>

The financial statements were approved and authorised for issue by the Trustees on 15 November 2018 and were signed on their behalf by:

  
 Sir Timothy Sainsbury

TRUSTEE

The notes on pages 12 to 19 form part of these accounts.

**THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND**

5 April 2018

**CASH FLOW STATEMENT  
FOR THE YEAR ENDED 5 APRIL 2018**

**RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	<u>2018</u>	<u>2017</u>
	£	£
<b>Net cash provided by / (used in) operating activities</b>	<u>31,272</u>	<u>(242,869)</u>
Cash flows from investing activities:		
Purchase of investments	(1,542,964)	(1,978,652)
Sale of investments	1,559,015	1,733,181
Purchase of tangible fixed assets	-	-
Effect on foreign exchange	-	-
Net cash provided by investing activities	<u>16,051</u>	<u>(245,471)</u>
Increase in cash	<u><u>47,323</u></u>	<u><u>(488,340)</u></u>

**Reconciliation of net cash provided by / (used in) operating activities**

	<u>2018</u>	<u>2017</u>
	£	£
Net movement in funds	(520,259)	1,853,290
Losses / (gains) on investments	425,497	(1,982,224)
Depreciation charges	910	910
(Increase) / decrease in debtors	(49,920)	(1,018)
Increase / (decrease) in creditors	<u>175,044</u>	<u>(113,827)</u>
	<u><u>31,272</u></u>	<u><u>(242,869)</u></u>

**Analysis of the balance of cash as shown in the balance sheet**

	<u>2018</u>	<u>2017</u>	<i>Change in year</i>
	£	£	£
Cash at bank and in hand	120,698	22,937	97,761
Cash balances held by investment manager for reinvestment	<u>153,275</u>	<u>203,713</u>	<u>(50,438)</u>
	<u><u>273,973</u></u>	<u><u>226,650</u></u>	<u><u>47,323</u></u>

The notes on pages 12 to 19 form part of these accounts.

# THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND

5 April 2018

## NOTES TO THE ACCOUNTS

### 1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the Charities SORP (FRS102) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland and the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements have been prepared to give a 'true and fair view' and 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 Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Trust constitutes a public benefit entity as defined by FRS 102.

In the opinion of the Trustees, there are no material uncertainties casting doubt on the going concern of the charity.

#### a) Income Recognition

- (i) Income is shown gross which includes the associated tax credit unless the tax so deducted is considered irrecoverable.
- (ii) Dividends are included by reference to their due dates.
- (iii) Interest is included when receivable.

#### b) Expenditure on Charitable activities

The Trustees consider that grant-making is the Trust's sole charitable activity. Grants for which there is a legal obligation, or a valid expectation of receipt by the beneficiary at the year end, and for which conditions attaching to their payment have been fulfilled, are accounted for within the Statement of Financial Activities. Grants approved subject to conditions that have not been met at the year end are noted as a commitment (see note 3).

#### c) Investments

Net realised and unrealised gains and losses are reflected in the Statement of Financial Activities. Investments are shown at mid market value. Partial disposals are accounted for using average book value. Social Impact Investments are carried at cost less any necessary provision for impairment.

#### d) Cost of administration

These costs include a share of the staff and office costs of the joint offices of the Sainsbury Family Charitable Trusts, which are allocated in proportion to the time spent on Trust matters and grants paid.

#### e) Governance costs

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include statutory audit and legal fees where relevant.

# THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND

5 April 2018

## NOTES TO THE ACCOUNTS

### 1. ACCOUNTING POLICIES (continued)

#### f) Depreciation

Fixed assets are depreciated at rates which reflect their useful life to the Trust.

Leasehold improvements - 10% per annum

#### g) Financial Instruments

The Trust 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 amortised cost using the effective interest method. Financial assets held at amortised cost comprise cash at bank and in hand, together with accrued interest and other debtors. Financial liabilities held at amortised cost comprise grants payable and accruals.

Investments, including bonds held as part of an investment portfolio, are held at fair value at the balance sheet date, with gains and losses being recognised within income and expenditure.

At the balance sheet date the charity held financial assets at amortised cost of £274k (2017: £227k), financial assets at fair value of £15,832k (2017: £16,273k) and financial liabilities at amortised cost of £255k (2017: £80k).

#### h) Cash and cash equivalents

Cash and cash equivalents include cash at bank and in hand, cash held for reinvestment and short term deposits.

#### i) Critical accounting judgements and key sources of estimation uncertainty

In the application of the charity's accounting policies, which are described in note 1, Trustees are required to make judgements, estimates, assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying 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 if the revision affects only that period, or in the period of the revision and future periods if the revision affects the current and future periods.

In the view of the Trustees, no assumptions concerning the future or estimation uncertainty affecting assets and liabilities at the balance sheet date are likely to result in a material adjustment to their carrying amounts in the next financial year.

**THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND**  
5 April 2018

**NOTES TO THE ACCOUNTS**

**2. INVESTMENT INCOME**

Income received on investments may be analysed as follows:

	2018		2017	
	£	%	£	%
Fixed interest	62,616	10	42,470	9
UK equities	291,030	46	347,448	70
Overseas equities	122,225	20	103,598	21
Alternatives	149,072	24	-	-
	<u>624,943</u>	<u>100</u>	<u>493,516</u>	<u>100</u>

**3. GRANTS PAYABLE**

	2018		2017	
	£	£	£	£
<b>Reconciliation of grants payable:</b>				
Commitments at 6 April 2017		54,600		165,480
Grants not accrued at 6 April 2017	216,500		58,000	
Grants approved in the year	460,080		656,100	
Grant cancelled	(2,949)		(10,000)	
Grants not accrued at 5 April 2018	<u>(87,500)</u>		<u>(216,500)</u>	
<b>Grants payable for the period</b>		<b>586,131</b>		<b>487,600</b>
Grants paid during the period		(411,731)		(598,480)
Commitments at 5 April 2018		<u>229,000</u>		<u>54,600</u>
<b>Commitments at 5 April 2018 are payable as follows:</b>				
		<b>2018</b>		<b>2017</b>
		£		£
Within one year (note 9)		<u>229,000</u>		<u>54,600</u>

**Commitments**

In addition to the amounts committed and accrued noted above, the Trustees have also authorised certain grants which are subject to the recipient fulfilling certain conditions. The total amount authorised but not accrued as expenditure at 5 April 2018 was £87,500 (2017: £216,500).

# THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND

5 April 2018

## NOTES TO THE ACCOUNTS

### 3. GRANTS PAYABLE (continued)

The amount payable in the period consisted of the following:

	£
<b>Civil Liberties and Community Relations</b>	
Holocaust Educational Trust	30,000
National Holocaust Centre & Museum	30,000
Room to Heal	30,000
Prism the Gift Fund	30,000
Wiener Library	30,000
Baobab Centre for Young Survivors in Exile	22,500
Refugee Action	17,500
British Friends of Neve Shalom - Wahat al-Salam	15,000
Student Action for Refugees	10,000
University of York	10,000
Women for Refugee Women	10,000
ECPAT UK	9,000
Friends of the Holy Land	7,500
Middle East Entrepreneurs of Tomorrow	5,000
World Jewish Relief	5,000
<b>Overseas</b>	
Teach A Man To Fish	27,500
Canon Collins Trust	16,000
Y Care International	10,000
EMMS International	10,000
Peace Direct	8,500
<b>Scientific and Medical Research</b>	
University College London - Institute Neurology	50,000
<b>Youth Work</b>	
Young Futures	27,000
InSpire at St Peters Ltd - 2InSpire	24,000
Chess in Schools and Communities	20,000
Bede House Association	20,000
London Bubble Theatre Company	20,000
Salmon Youth Centre	20,000
London Reclaimed	15,000
Blue Elephant Theatre	12,500
Bright Ideas Trust	12,000
Working with Men	10,080
Cambridge House & Talbot	10,000
<b>General</b>	
Kentish Town City Farm	7,000
Ashden Sustainable solutions, better lives	5,000
The Sainsbury Archive	3,000
Cancellation	(2,949)
Total grants payable per Statement of Financial Activities	<u>586,131</u>



**THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND**  
5 April 2018

**NOTES TO THE ACCOUNTS**

**4. ALLOCATION OF SUPPORT COSTS**

	2018 Grant- Making	2018 Governance	2018 Total Allocated	2017 Grant- Making	2017 Governance
	£	£	£	£	£
Staff costs	41,929	2,580	44,509	39,255	2,159
Share of joint office costs	10,434	-	10,434	6,755	-
Direct costs including travel	796	-	796	1,957	-
Legal and professional fees	4,974	-	4,974	4,692	-
Depreciation	910	-	910	910	-
Auditors' remuneration	-	3,662	3,662	-	3,646
	<u>59,043</u>	<u>6,242</u>	<u>65,285</u>	<u>53,569</u>	<u>5,805</u>

During the year no Trustee received any remuneration (2017: NIL).

**5. ANALYSIS OF STAFF COSTS**

	2018	2017
	£	£
Salaries and wages	36,016	33,328
Social security costs	4,287	3,877
Other pension costs	4,206	4,209
	<u>44,509</u>	<u>41,414</u>

As mentioned in Note 1(d), the Trust is one of the Sainsbury Family Charitable Trusts, which share a joint administration at the Registered Office. 0.6% (2017: 0.6%) of the total support and administration costs of these trusts have been allocated to The Alan and Babette Sainsbury Charitable Fund, including a proportionate share of the cost of employing the total number of staff serving in the office in 2017/18.

The actual number of staff employed during the period was 12; all on a part-time basis (2017: 8). This was equivalent to 0.7 full time employees (2017: 0.5). The Trust considers its key management personnel to comprise the Principal Officers. The total employment benefits, including employer pension contributions, of these personnel were £29,493 (2017: 31,319). No employee of the charity earned in excess of £60,000.

**6. TANGIBLE FIXED ASSETS**

**Leasehold Improvements**

	2018	2017
	£	£
<b>Cost</b>		
At 6 April 2017	9,100	9,100
At 5 April 2018	<u>9,100</u>	<u>9,100</u>
<b>Depreciation</b>		
At 6 April 2017	4,550	3,640
Charge for the period	910	910
At 5 April 2018	<u>5,460</u>	<u>4,550</u>
<b>NET BOOK VALUE</b>		
At 5 April 2018	<u>3,640</u>	<u>4,550</u>
<b>NET BOOK VALUE</b>		
At 5 April 2017	<u>4,550</u>	<u>5,460</u>

# THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND

5 April 2018

## NOTES TO THE ACCOUNTS

### 7. FIXED ASSET INVESTMENTS

	2018	2017
	£	£
Market value 6 April 2017	16,273,383	14,045,689
Less: Disposals at carrying value	(1,386,965)	(1,619,852)
Add: Acquisitions at cost	1,542,964	1,978,652
Net (losses) / gains on revaluation	(597,547)	1,868,894
<b>Market value 5 April 2018</b>	<b>15,831,835</b>	<b>16,273,383</b>
Historical cost 5 April 2018	11,790,658	11,521,246

The investments held as at 5 April 2018 were as follows:

	2018		2017	
	Cost	Market Value	Cost	Market Value
	£	£	£	£
Fixed Interest	1,543,604	1,674,770	1,769,407	1,991,077
UK Equities	4,735,995	6,680,539	4,724,066	6,784,570
Overseas Equities	3,317,693	5,216,250	3,011,279	5,409,891
Alternatives	2,183,366	2,250,276	2,006,494	2,077,845
Social Investment	10,000	10,000	10,000	10,000
	11,790,658	15,831,835	11,521,246	16,273,383

### 8. DEBTORS

	2018	2017
	£	£
Income tax recoverable	-	351
Prepayments and accrued income	65,757	15,486
	65,757	15,837

### 9. CREDITORS - amounts falling due within one year

	2018	2017
	£	£
Grants payable within one year	229,000	54,600
Professional charges	6,252	5,950
Investment management fee	20,235	19,893
	255,487	80,443

# THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND

5 April 2018

## NOTES TO THE ACCOUNTS

### 10. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds	Expendable Endowment	Totals 2018
	£	£	£
<b>Fund balances at 5 April 2018 are represented by:</b>			
Tangible fixed assets	-	3,640	3,640
Investments	-	15,831,835	15,831,835
Current assets	235,252	104,478	339,730
Current liabilities	(235,252)	(20,235)	(255,487)
<b>Total net assets</b>	<b>-</b>	<b>15,919,718</b>	<b>15,919,718</b>

#### Movement in the year

Opening balance as at 5 April 2017	-	16,439,977	16,439,977
Total income and endowments	639,381	-	639,381
Cost of raising funds	-	(82,727)	(82,727)
Cost of grant-making	(651,416)	-	(651,416)
Net losses on investments	-	(425,497)	(425,497)
Transfers between funds	12,035	(12,035)	-
Closing balance as at 5 April 2018	-	15,919,718	15,919,718

	Unrestricted Funds	Expendable Endowment	Totals 2017
	£	£	£
<b>Fund balances at 5 April 2017 are represented by:</b>			
Tangible fixed assets	-	4,550	4,550
Investments	-	16,273,383	16,273,383
Current assets	44,714	181,936	226,650
Current liabilities	(44,714)	(19,892)	(64,606)
<b>Total net assets</b>	<b>-</b>	<b>16,439,977</b>	<b>16,439,977</b>

#### Movement in the year

Opening balance as at 5 April 2016	13,085	14,573,602	14,586,687
Total income and endowments	494,417	-	494,417
Cost of raising funds	-	(76,377)	(76,377)
Cost of grant-making	(546,974)	-	(546,974)
Net gains on investments	-	1,982,224	1,982,224
Transfers between funds	39,472	(39,472)	-
Closing balance as at 5 April 2017	-	16,439,977	16,439,977

### 11. RELATED PARTY TRANSACTIONS

Included within grant-related support costs is a total of £4,974 payable for legal services to Portrait Solicitors, a firm in which Miss J S Portrait is a partner.

**THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND**

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**NOTES TO THE ACCOUNTS**

**12. STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 5 APRIL 2017**

	Unrestricted Funds	Expendable Endowment	Total Funds 2017
	£	£	£
<b>Income and Endowment from:</b>			
Investments	493,516	-	493,516
Interest on short term deposits	-	-	-
Bank deposit interest and other income	901	-	901
<b>Total Income</b>	<b>494,417</b>	<b>-</b>	<b>494,417</b>
<b>Expenditure on:</b>			
<i>Cost of raising funds:</i>			
Investment management fees	-	76,377	76,377
<i>Charitable activity:</i>			
Grant-making:			
Grant expenditure	487,600	-	487,600
Grant related support costs	59,374	-	59,374
<b>Total Expenditure</b>	<b>546,974</b>	<b>76,377</b>	<b>623,351</b>
<b>Net Operating Deficit</b>	<b>(52,557)</b>	<b>(76,377)</b>	<b>(128,934)</b>
Gains on investment assets:	-	1,982,224	1,982,224
<i>Transfers between funds</i>	39,472	(39,472)	-
<b>Net movement in funds</b>	<b>(13,085)</b>	<b>1,866,375</b>	<b>1,853,290</b>
<i>Reconciliation of funds</i>			
Total funds brought forward	13,085	14,573,602	14,586,687
Total funds carried forward	-	16,439,977	16,439,977

## **THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND**

**5 April 2018**

### **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

Charity law requires the Trustees to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards) and applicable law.

Under charity 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 charity and of its net outgoing resources for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable 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 charity will continue to operate.

The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011. 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.

# THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND

5 April 2018

## Independent Auditor's Report to the Trustees of the Alan and Babette Sainsbury Charitable Fund

### Opinion

We have audited the financial statements of the Alan and Babette Sainsbury Charitable Fund for the year ended 5 April 2018 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and Notes to the Financial Statements, 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 charity's affairs as at 5 April 2018 and of its incoming resources and application of resources, including its income and expenditure for the year 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 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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC'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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

### Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we

## THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND

5 April 2018

identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit

### **Responsibilities of trustees**

As explained more fully in the trustees' responsibilities statement set out on page 20, the trustees 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under section of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 auditor's 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.

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](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

**THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND**

**5 April 2018**

**Use of our report**

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Crowe U.K. LLP

**Crowe U.K. LLP**

Statutory Auditor

London

5/1/18

Crowe U.K. LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.