

THE THREE GUINEAS TRUST

ANNUAL REPORT

5 APRIL 2017

The Peak
5 Wilton Road
London SW1V 1AP

THE THREE GUINEAS TRUST

CONTENTS		PAGE
1	The Trustees' Report	2-7
2	Statement of Financial Activities	8
3	Balance Sheet	9
4	Cash Flow Statement	10
5	Notes to the Accounts	11-17
6	Statement of Trustees' Responsibilities	18
7	Independent Auditors' Report	19-20

THE THREE GUINEAS TRUST

REPORT OF THE TRUSTEES

Legal and Administrative

The Three Guineas Trust (No. 1059652) was established under a Trust Deed dated 21 November 1996 and became a registered charity on 9 December 1996.

Trustees	Miss C N Sainsbury (Settlor) Mr D Wood Mr D Flynn
Registered Office	The Peak, 5 Wilton Road London SW1V 1AP
Principal Officers	Mr A Bookbinder Director Mrs K Everett Finance Director Mr M Williams Executive Principal officers are employed part-time
Bankers	Child & Co 1 Fleet Street London EC4Y 1BD
Solicitors	Portrait Solicitors 21 Whitefriars Street London EC4Y 8JJ
Auditors	Crowe Clark Whitehill LLP St Bride's House, 10 Salisbury Square London EC4Y 8EH
Investment Managers	Cazenove Capital Management 12 Moorgate London EC2R 6DA
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.

THE THREE GUINEAS TRUST

REPORT OF THE TRUSTEES (CONTINUED)

Organisation

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.

Scope of Grant-making

The Trustees accept applications for practical projects in the field of autism. Proposals are considered alongside those that result from their own research and contacts with expert individuals and organisations working in this field. The Trustees are keen that schemes supporting adults and young people on the autistic spectrum include service users in decision-making. Trustees do not generally fund research into autism. Grants are not normally made to individuals.

In 2014, the Trustees began to explore the field of disability, violence and access to justice. This year they made 5 new grants in this area. Trustees expect to fund other carefully chosen projects in this field in due course.

Reserves Policy

The Trustees are ready to fund grant commitments from expendable endowment whenever this may be necessary in the future. In the year under review, there was a transfer from expendable endowment of £1,249,264 to clear the deficit on unrestricted funds.

Although some grants have been accrued, others totalling £575,491 have not been provided for in the Statement of Financial Activities as they are due to be paid more than twelve months after the year end. They represent funds earmarked for continued support to certain existing beneficiaries, although formal commitments have not yet been made.

The Trustees regularly review cash flow projections for income and expenditure, to ensure that the level of disposable net assets is adequate and that the Trust is in a position to meet all its commitments. As at 5 April 2017, the Trust held total funds of £24.6 million.

Investment Policy and Performance

The Trust's expendable endowment is invested in funds which comply with guidelines for socially and environmentally responsible investing, in compliance with the conditions of the Settlor under which the assets were gifted to the Trust. The Trustees regularly meet the investment manager to discuss strategy and review performance. The Trustees will continue to monitor performance against relevant indices but do not seek to track any particular index.

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 manage such potential risks as the Trustees have identified. The Trustees continue to be vigilant and to keep processes under review.

THE THREE GUINEAS TRUST

REPORT OF THE TRUSTEES (CONTINUED)

The Trustees have identified as a key risk the misuse of funds by a grantee charity. To mitigate this risk, 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.

Charity and Public Benefit

Trustees are aware of the Charity Commission guidance on 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.

Financial Review

The Trustees met twice during the year to make grants and to review investments.

The asset value of the Trust increased from £22 million at 5 April 2016 to £24.6 million at 5 April 2017. The rise of 12% in value was attributed to a contribution from the settlor, including gift aid, together with the gains recorded on the Trust's investment portfolio.

Total incoming resources on unrestricted funds for the year were £378,879, a 12% increase on the previous year.

During the year the Trustees approved 37 grants totalling £1,768,859 some payable over more than one year. At the end of the year, outstanding commitments entered into during 2016/17 and earlier years, and which are not provided for in the accounts, amounted to £575,491 (see note 3).

The table below shows grants approved and payments made. Payments made relate to grants approved in this and earlier years.

	Grants approved		Grants paid	
	Number	£	Number	£
Autism	31	839,640	47	631,790
Disability, Violence and Access to Justice	5	919,219	12	396,617
General	1	10,000	2	880
	37	1,768,859	61	1,029,287

Advisers

In the year under review the Trustees were advised by:

Professor Uta Frith
Bethan Rigby
John Pring

THE THREE GUINEAS TRUST

REPORT OF THE TRUSTEES (CONTINUED)

Grants Approved

Autism - £839,640

Assert - £88,000

Towards the salary of a senior case worker and part of the salary of the project's coordinator.

Autism Concern - £99,000

Towards employing a family support worker, plus some on costs.

Autism NI - £66,000

Towards the salary of the family support manager.

Brentford FC Community Sports Trust - £97,500

Towards expanding the existing programme of sports-based activities for children and young people with autism in west London.

National Autistic Society (NAS) - £50,000

Towards Teen Life, a parent training course about teenagers with autism.

Resources for Autism - £99,840

Towards employing a behaviour support manager.

Sunbeams Play - £176,000

Towards staff costs and running costs.

Time Together - £4,700

For the purchase of computer games and other games equipment, and caretaker costs for a games club at ASpect, an autism-led social group.

THE THREE GUINEAS TRUST

REPORT OF THE TRUSTEES (CONTINUED)

Grants were also made to the following beneficiaries towards summer activity programmes for children with autism:

	£
Autism Bedfordshire	£7,000
Blackpool Tiggers	£10,000
Brentford FC Community Sports Trust	£8,400
Carmarthenshire Autism Community Group	£6,300
Disabilities & Self-Help (DASH)	£5,000
Dreadnought Centre	£5,000
Halton Autistic Family Support Group	£8,000
Helping Hands Autism Support Group	£5,000
Hillingdon Autistic Care and Support	£9,600
KIDS - Yorkshire & Humber	£9,000
KIDS Lincolnshire	£5,000
Killamarsh Autistic & PDA Support Group	£9,000
Kirkleatham SNAP	£4,000
Lambeth Autism Group (2 grants)	£2,725
National Autistic Society - Malone (South Belfast) Branch	£7,990
Project Art Works	£7,500
Resources for Autism (2 grants)	£19,078
Spectrum	£6,000
Trehafod Parent Support	£8,400
Wecan - We Can Enable	£8,607
White Lodge Centre	£7,000

Disability, Violence and Access to Justice - £919,219
--

Disability Benefits Consortium - £70,000

Towards a project to model the impact of disability benefits changes.

Disability Law Service - £240,000

Towards re-establishing a disability benefits legal advice and representation service.

Harrow Law Centre - £144,219

For a caseworker and associated costs.

Islington Law Centre - £165,000

Towards a caseworker and associated costs.

THE THREE GUINEAS TRUST

REPORT OF THE TRUSTEES (CONTINUED)

Respond - £300,000

Towards core costs – specifically the salaries of the chief executive, an administrator and a fundraising manager.

General - £10,000

Experimental Psychology Society - £10,000

Towards the Uta Frith Prize.

Approved by the Trustees on 11 January 2018 and signed on their behalf by:



TRUSTEE

THE THREE GUINEAS TRUST

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 5 APRIL 2017

	<i>Notes</i>	Unrestricted Funds	Expendable Endowment	Total Funds 2017	Total Funds 2016
		£	£	£	£
Income and Endowment from:					
Donations and gifts		-	1,250,000	1,250,000	-
Investments	2	365,572	-	365,572	308,676
Bank deposit interest and other income		7,678	-	7,678	16,962
Interest on short term deposits		8,651	-	8,651	12,858
Total Income		381,901	1,250,000	1,631,901	338,496
Expenditure on:					
<i>Cost of generating funds:</i>					
Investment management costs		-	107,104	107,104	130,227
<i>Charitable activity:</i>					
<i>Grant-making:</i>					
Grant expenditure	3	1,510,012	-	1,510,012	768,555
Grant related support costs	4	118,131	-	118,131	92,373
Total Expenditure		1,628,143	107,104	1,735,247	991,155
Net operating (deficit) / surplus		(1,246,242)	1,142,896	(103,346)	(652,659)
Gains / (losses) on investments		-	2,724,202	2,724,202	(461,107)
Transfers between funds		1,246,242	(1,246,242)	-	-
Net movement in funds		-	2,620,856	2,620,856	(1,113,766)
<i>Reconciliation of funds:</i>					
Total funds brought forward		-	22,012,233	22,012,233	23,125,999
Total funds carried forward		-	24,633,089	24,633,089	22,012,233

The notes on pages 11 to 17 form part of these accounts.

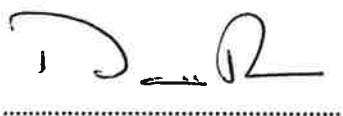
There are no gains and losses in either the current or preceding year other than those recognised in the statement of financial activities.

THE THREE GUINEAS TRUST

BALANCE SHEET AS AT 5 APRIL 2017

	<i>Notes</i>	<u>2017</u>	<u>2016</u>
		£	£
FIXED ASSETS			
Tangible fixed assets	6	6,800	8,160
Investments	7	<u>21,478,923</u>	<u>19,003,731</u>
		21,485,723	<u>19,011,891</u>
CURRENT ASSETS			
Debtors	8	-	4,251
Cash at bank and in hand		<u>4,352,135</u>	<u>3,716,367</u>
		4,352,135	<u>3,720,618</u>
CURRENT LIABILITIES			
Creditors - amounts falling due within 1 year	9	<u>1,204,769</u>	<u>720,276</u>
		1,204,769	<u>720,276</u>
NET CURRENT ASSETS		3,147,366	3,000,342
NET ASSETS		<u>24,633,089</u>	<u>22,012,233</u>
CAPITAL FUNDS			
Expendable endowment	10	24,633,089	22,012,233
		<u>24,633,089</u>	<u>22,012,233</u>

The financial statements were approved and authorised for issue by the Trustees on 11 January 2018 and were signed on their behalf by :



TRUSTEE

The notes on pages 11 to 17 form part of these accounts.

THE THREE GUINEAS TRUST

CASH FLOW STATEMENT FOR THE YEAR ENDED 5 APRIL 2017

RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	<u>2017</u>	<u>2016</u>
	£	£
Net cash (used in) operating activities	<u>(863,242)</u>	<u>(694,691)</u>
Cash flows from investing activities:		
Purchase of investments	(3,189,141)	(5,103,944)
Sale of investments	<u>3,438,150</u>	<u>3,748,854</u>
Net cash provided by investing activities	249,009	(1,355,090)
Cash flows from financing activities:		
Receipt of expendable endowment	1,250,000	0
Increase/(decrease) in cash	<u><u>635,767</u></u>	<u><u>(2,049,781)</u></u>

Reconciliation of net cash (used in) operating activities

	<u>2017</u>	<u>2,016</u>
	£	£
Net movement in funds	2,620,856	(1,113,765)
Deduct gift of endowment	(1,250,000)	0
(Gains)/losses on investments	(2,724,202)	461,107
Depreciation charges	1,360	1,360
Decrease in debtors	4,251	285,575
Increase/(decrease) in creditors	<u>484,493</u>	<u>(328,968)</u>
	<u><u>(863,242)</u></u>	<u><u>(694,691)</u></u>

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

	<u>2017</u>	<u>2016</u>	<u>Change in year</u>
Cash at bank and in hand	355,084	838,685	(483,601)
Cash balances held by investment manager for reinvestment	<u>3,997,050</u>	<u>2,877,682</u>	<u>1,119,368</u>
	<u><u>4,352,134</u></u>	<u><u>3,716,367</u></u>	<u><u>635,767</u></u>

The notes on pages 11 to 17 form part of these accounts.

THE THREE GUINEAS TRUST

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 preparing the 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.

d) Support and Governance costs

Most of these costs support the grant-making activity of the Trust and are so allocated. They comprise in the main a share of the staff and office costs of the joint office of the Sainsbury Family Charitable Trusts, which are allocated in proportion to time spent on Trust matters and grants paid. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include fees for statutory audit, legal fees where relevant, together with an allocation of support costs.

e) Depreciation

Fixed assets are depreciated at rates which reflect their useful life to the Trust.
Leasehold improvements - 10% per annum

THE THREE GUINEAS TRUST

NOTES TO THE ACCOUNTS continued

1. ACCOUNTING POLICIES (cont)

f) 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 £4,352k (2016: £3,716k), financial assets at fair value of £21,479k (2016: £19,004k) and financial liabilities at amortised cost of £1,205k (2016: £720k).

g) Cash and cash equivalents

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

h) 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.

2. INVESTMENT INCOME

Income received on investments may be analysed as follows:

	2017		2016	
	£	%	£	%
UK fixed interest	60,880	17	63,080	20
UK equities	253,203	69	211,917	69
Overseas equities	51,489	14	33,679	11
	365,572	100	308,676	100

THE THREE GUINEAS TRUST

NOTES TO THE ACCOUNTS continued

3. GRANTS PAYABLE

	2017		2016	
	£	£	£	£
Reconciliation of grants payable:				
Commitments at 6 April 2016		681,635		1,010,580
Grants not accrued at 6 April 2016	316,644		212,580	
Grants approved in the year	1,768,859		874,757	
Grants cancelled or refunded	-		(2,138)	
Grants not accrued at 5 April 2017	(575,491)		(316,644)	
Grants payable for the year		1,510,012		768,555
Grants paid during the year		(1,029,287)		(1,097,500)
Commitments at 5 April 2017		<u>1,162,360</u>		<u>681,635</u>
Commitments at 5 April 2017 are payable as follows:				
		£		£
Within one year (note 9)		<u>1,162,360</u>		<u>681,635</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 2017 was £575,491 (2016: £316,644).

Grants payable in the year were:

	£
Autism	
Assert	88,000
Autism Concern	66,000
Autism NI	66,000
Brentford FC Community Sports Trust	65,000
Cheshire Without Abuse	46,000
National Autistic Society (NAS)	50,000
Resources for Autism	66,560
Sunbeams Play	126,000
Time Together	4,700
23 other grants for summer activity programmes	158,600
Disability, Violence and Access to Justice	
Avon & Bristol Law Centre	49,000
Disability Benefits Consortium	70,000
Disability Law Service	80,000
Harrow Law Centre	96,146
Islington Law Centre	110,000
Respond	299,216
Somerset and Avon Rape and Sexual Abuse Support	58,790
General	
Experimental Psychology Society	10,000
Total grants payable per Statement of Financial Activities	<u>1,510,012</u>

THE THREE GUINEAS TRUST

NOTES TO THE ACCOUNTS continued

4. ALLOCATION OF SUPPORT COSTS

	Grant- making	Governance	2017 Total Allocated	Grant- making	2016 Governance
	£	£	£	£	£
Staff costs	69,054	2,902	71,956	57,048	2,652
Share of joint office costs	11,046	-	11,046	11,700	-
Direct costs including travel	1,335	-	1,335	1,515	-
Legal and professional fees	7,270	-	7,270	7,298	-
Consultancy	21,564	-	21,564	7,259	-
Depreciation	1,360	-	1,360	1,360	-
Auditors' remuneration	-	3,600	3,600	-	3,540
	<u>111,629</u>	<u>6,502</u>	<u>118,131</u>	<u>86,180</u>	<u>6,192</u>

During the year no Trustee received any remuneration (2016: NIL).

5. ANALYSIS OF STAFF COSTS

	2017	2016
	£	£
Salaries and wages	57,906	48,469
Social security costs	6,737	5,639
Other pension costs	7,313	5,592
	<u>71,956</u>	<u>59,700</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. 1% of the total support and administration costs of these trusts have been allocated to the Three Guineas Trust, including a proportionate share of the costs of employing the total number of staff serving in the office in 2016/17.

The actual number of staff employed during the period was 9, all on a part-time basis (2016: 9). This was equivalent to 0.7 full time employees (2016: 0.6). The Trust considers its key management personnel to comprise the Principal Officers. The total employment benefits including employer pension contributions, of these personnel were £51,566 (2016: £44,570). No employee of the charity earned in excess of £60,000.

THE THREE GUINEAS TRUST

NOTES TO THE ACCOUNTS continued

6. TANGIBLE FIXED ASSETS

Leasehold Improvements

	2017	2016
	£	£
Cost		
At 6 April 2016	13,600	13,600
At 5 April 2017	13,600	13,600
Depreciation		
At 6 April 2016	5,440	4,080
Charge for the year	1,360	1,360
At 5 April 2017	6,800	5,440
Net Book Value		
At 5 April 2017	6,800	8,160
At 5 April 2016	8,160	9,520

7. FIXED ASSET INVESTMENTS

	2017	2016
	£	£
Market value 6 April 2016	19,003,731	18,109,748
Less: Disposals at carrying value	(2,962,788)	(3,756,502)
Add: Acquisitions at cost	3,189,141	5,103,944
Net gains / (losses) on valuation	2,248,839	(453,459)
Market value 5 April 2017	21,478,923	19,003,731
Historical cost 5 April 2017	15,000,915	14,095,274

The investments held as at 5 April 2017 were as follows:

	2017		2016	
	Cost	Market Value	Cost	Market Value
	£	£	£	£
UK fixed interest	1,794,108	1,879,784	1,609,462	1,659,938
UK equities	8,397,516	14,546,170	7,976,791	12,567,358
Overseas equities	2,231,459	2,475,137	1,939,840	2,207,254
Short term deposits	2,577,832	2,577,832	2,569,181	2,569,181
	15,000,915	21,478,923	14,095,274	19,003,731

8. DEBTORS

	2017	2016
	£	£
Shared office overheads and salaries	-	4,251
	-	4,251

THE THREE GUINEAS TRUST

NOTES TO THE ACCOUNTS continued

9. CREDITORS - amounts falling due within one year

	2017	2016
	£	£
Grants payable within one year	1,162,360	681,635
Professional charges	7,235	7,189
Investment management fee	28,138	31,452
Other creditors	7,036	-
	<u>1,204,769</u>	<u>720,276</u>

10. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds	Expendable Endowment	Totals 2017
	£	£	£
Fund balances at 5 April 2017 are represented by:			
Tangible fixed assets	-	6,800	6,800
Investments	-	21,478,923	21,478,923
Current assets	1,176,631	3,175,504	4,352,135
Current liabilities	(1,176,631)	(28,138)	(1,204,769)
Total net assets	<u>-</u>	<u>24,633,089</u>	<u>24,633,089</u>

	Unrestricted Funds	Expendable Endowment	Totals 2017
	£	£	£
Unrealised gains			
On investment assets (see note below)	-	6,478,008	6,478,008
Total unrealised gains at 5 April 2017	<u>-</u>	<u>6,478,008</u>	<u>6,478,008</u>

Reconciliation of movements in unrealised gains on investment assets

Unrealised gains at 6 April 2016	-	4,908,457	4,908,457
Deduct in respect of disposals during the period	-	(679,288)	(679,288)
	-	4,229,169	4,229,169
Add: net gains arising on revaluation during the period	-	2,248,839	2,248,839
Unrealised gains at 5 April 2017, as above	<u>-</u>	<u>6,478,008</u>	<u>6,478,008</u>

11. RELATED PARTY TRANSACTIONS

Included within grant-related support costs is a total of £7,270 payable for legal services to Portrait Solicitors, a firm in which Mr D Flynn is a partner.

THE THREE GUINEAS TRUST

NOTES TO THE ACCOUNTS continued

12. COMPARATIVE STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 5 APRIL 2016

	Unrestricted Funds	Expendable Endowment	Total Funds 2016
	£	£	£
Income and Endowment from:			
Investments	308,676	-	308,676
Bank deposit interest and other income	16,962	-	16,962
Interest on short term deposits	12,858	-	12,858
Total Income	338,496	-	338,496
Expenditure on:			
<i>Cost of generating funds:</i>			
Investment management costs	-	130,227	130,227
<i>Charitable activity:</i>			
<i>Grant-making:</i>			
Grant expenditure	768,555	-	768,555
Grant related support costs	92,373	-	92,373
Total Expenditure	860,928	130,227	991,155
	(522,432)	(130,227)	(652,659)
Gains on investments	-	(461,107)	(461,107)
Transfers between funds	522,432	(522,432)	-
Net movement in funds	-	(1,113,766)	(1,113,766)
<i>Reconciliation of funds:</i>			
Total funds brought forward	-	23,125,999	23,125,999
Total funds carried forward		22,012,233	22,012,233

THE THREE GUINEAS TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE ACCOUNTS

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 and the provisions of the trust deed. 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 THREE GUINEAS TRUST

Independent Auditor's Report to the Trustees of the Three Guineas Trust

We have audited the financial statements of the Three Guineas Trust for the year ended 5 April 2017 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and the related notes numbered 1 to 12.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's trustees, as a body, in accordance with section 154 of the Charities Act 2011. 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.

Respective responsibilities of trustees and auditor

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements.

In addition, we read all the financial and non-financial information in the Trustees' Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2017 and of its incoming resources and application of resources 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.

THE THREE GUINEAS TRUST

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Trustees Annual Report is inconsistent in any material respect with the financial statements; 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.

Crowe Clark Whitehill LLP

Crowe Clark Whitehill LLP
Statutory Auditor
St Brides House,
10 Salisbury Square,
London
EC4Y 8EH

25.1.18

