

Newcomen Collett Foundation

Charity No. 312804

Financial Statements

for the year ended 30th September 2008

Newcomen Collett Foundation

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GOVERNORS (are appointed by resolution of the remaining Trustees for a term of 4 years)

FIRST APPOINTED

+	u	Mrs S Hase	<i>(Chairman)</i>	16.06.94	
+	u	c	R Lovell Esq	<i>(Vice Chairman)</i>	17.06.99
+		Professor C Jennings	<i>(retired 28.09.08)</i>	29.08.88	
		E H C Bowman Esq		29.09.88	
	u	R Edwards Esq		19.06.97	
+		A Covell Esq		10.12.99	
	u	J D Spencer Esq		24.09.03	
		Revd Canon B Saunders		11.12.03	
		Mrs B A Lane		22.09.05	
+		c	R V Ashdown Esq	22.09.05	
		A Leiffheidt Esq	<i>(appointed 11 December 2008)</i>	11.12.08	
	+	Member of the Investment Committee			
	c	Member of the Audit Committee			
	u	Member of the Governor Selection Committee			

OFFICERS

R J Goatcher Esq MSc FCA *Clerk to the Governors*
Mrs L Gersten *Field Officer*

PRINCIPAL OFFICE

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London SE1 1YT

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BANKERS

National Westminster Bank plc
10 Stamford Street,
London SE1 1TT

CAF BANK
PO Box 289, West Malling,
Kent ME19 4TA

SOLICITORS

Winckworth Sherwood
The Old Deanery
Deans Court
London EC4V 5AA

AUDITOR

Chantrey Vellacott DFK LLP
10-12 Russell Square
London WC1B 5LF

INVESTMENT MANAGERS

Newton Investment Management Limited
71 Queen Victoria Street
London EC4V 4DR

PURPOSES OF THE FOUNDATION

The Foundation was formed by the merger in 1988 of two much older charities. The Elizabeth Newcomen Educational Foundation was formed in 1685 and John Collett Educational Foundation in 1711. Both charities had been set up for the benefit of young people in and around Southwark.

The charitable purposes of Newcomen Collett Foundation are:

- a) relieving children with learning difficulties attending the Newcomen Centre at Guy's Hospital.
- b) making yearly payments to the Parish School of the Cathedral Church of St Saviour and St Mary Overie, Southwark towards the rent, alterations and repairs to the premises of the School.
- c) making payments to any other Church of England Voluntary Aided School in the London Borough of Southwark towards the rent, alterations and repairs to the premises of the School.
- d) promoting education of persons under the age of 25 years resident in the London Borough of Southwark.

STRUCTURE, GOVERNANCE & MANAGEMENT**Governing Documents & Governors**

The Foundation was set up under a Scheme of the Charity Commissioners dated 16 September 1988.

The Foundation is controlled by a body of Governors, who are the trustees of the Foundation, all of whom are members of the General Meeting of Governors. Governors are elected to serve for a four year period, and may be re-elected for subsequent four year periods. There are a maximum of twelve Governors, none of whom receives any remuneration or benefit from the Foundation. One Governor may be appointed as a Representative Governor by the Governors of the Cathedral School – Mrs Hase, the current Chairman, is that Governor. One other Governor may be appointed as a Representative Governor by the Guy's & St Thomas' Charitable Trust. That position is currently vacant.

In September we said farewell to Professor Chris Jennings who had made a major contribution to the Foundation. He had served for 20 years as a Governor since the Foundation was created in 1988, and had also been a Governor for four years previously of Elizabeth Newcomen's Educational Foundation, one of the two charities which merged to form the current Foundation. Following the untimely death of the then Chairman, Dudley Pickard, in 1998, Chris Jennings became Chairman and served in that role for seven years. His fellow Governors were unanimous in their praise and thanks for his major contribution to the work of the Foundation, his enthusiasm and commitment over all those years being both unstinting and unwavering.

Trustee Selection & Training

The Governor Selection Committee met during the year to consider appointments of new Governors. Following consideration, Alexander Leiffheidt, who is Head of Development of a local theatre company, was proposed and appointed as a Governor at the Meeting of Governors in December 2008. The Committee also identified two more individuals who will be invited to become Governors in 2009.

The Charity is fortunate to have many highly qualified and experienced Governors who are also active in other charities. In keeping with the need to maintain the highest levels of governance, the Foundation encourages all Governors to participate in training that is relevant and which will assist them in their roles. Through our membership of the Charity Finance Directors' Group and also from our auditor, Chantrey Vellacott DFK LLP, various courses are available in many of the specialist areas that affect the Foundation. During the year, a number of Governors have attended these courses which have been most instructive and helpful.

The management of the Foundation and its assets is largely undertaken by two experienced professional staff in the persons of the Clerk and the Surveyor of Marshall's Charity, and the Foundation ensures that both of them undertake appropriate continuing professional education relevant to its needs. Both of them ensure that the relevant knowledge gained in this training is forwarded to the Governors.

Audit Committee

There are normally two meetings each year of the Committee. For convenience, these are held as joint meetings with Marshall's Charity. One of the meetings is concerned with the planning of the audit to be carried out and identifying the areas of special interest which the Governors wish to be examined by the auditor. The other meeting reviews the annual accounts and the outcome of the audit work. In the absence of the Clerk, the auditors also have the opportunity to report to the Governors in confidence on any issues that might have arisen during the audit.

Management

The day-to-day management of the affairs of the Foundation is delegated to the Clerk and the Field Officer, Mrs Lisa Gersten. The Trustees believe that the operation of a Foundation with assets and income of this scale requires the management by professionally trained staff with its necessary costs. They are immensely grateful to both the Clerk and the Field Officer for their dedication to the work of the Foundation, as well as the support given by John Hutchings as Surveyor to Marshall's Charity, who reports regularly to the Governors on matters related to the property portfolio of the Foundation. The last few years have seen several changes in legislation that will affect the Foundation, most particularly the new SORP accounting regulations and the new Charities Act. The impact of these on the work of a small charity are burdensome, and the Governors thank all the staff for their continued enthusiasm and commitment in dealing with the affairs of the Foundation and supporting the Governors so efficiently.

Risk Management

In 2003, the Governors and the Clerk undertook a major exercise to develop a detailed Risk Map which examined the key areas of the Charity and its operations. This Risk Map and its supporting schedules were adopted by the Governors and have continued to be used as the basis of reviewing risk in the Foundation. Using this Map, during this year the Audit Committee has reviewed the major risks to which the Foundation is exposed and is satisfied that systems exist to minimise the impact of any of the risks on its future effectiveness. This view has been approved by the General Meeting of Governors.

OBJECTIVES, ACHIEVEMENTS & FUTURE PLANS

As can be clearly seen from the Statement of Financial Activities ("SOFA") on page 4 and related notes, the affairs of the Charity are clearly separated into the following principal areas – Investment Management, Grant-making and Governance.

For many years, the Foundation has shared the offices and costs with Marshall's Charity, another grant-making charity. We will deal with this relationship further under the section on Governance below.

1. Investment Management

In 2000/01, the Governors met as an Investment Committee to consider developing a new long-term strategy for the investment assets of the Foundation. Having identified that there had been a long-term reduction in the investment income of the Foundation, the Committee recommended that the following steps be taken to seek to reverse this trend:

- to maintain the ratio of property assets to stocks & shares at its current level of approximately 80% to 20% respectively.
- to dispose of two properties that were not considered to be suitable in the medium to long-term
- to acquire additional commercial properties of a higher quality
- to use borrowed funds if necessary to achieve the previous purpose.

As can be seen from the following paragraphs, major structural changes were made in both portfolios following these decisions. During 2006, the Governors formed a new Investment Committee, with formal terms of reference, and it reported back to the Meeting of Governors in December 2006. Following their report, the following strategic decisions were agreed:

- to continue to maintain the ratio of property assets to stocks & shares at its current level of approximately 80% to 20% respectively.
- to seek to acquire another suitable property for the portfolio, with the understanding that a proportion of its cost would be funded by way of commercial mortgage and the sale, in whole or in part, of another of the existing property portfolio.
- to monitor annually the status of the portfolio with another review to be undertaken in three to four years.

Property

Following the approval of the recommendations from the Investment Committee in 2001, the property in Southport was disposed of, a new retail and residential property acquired in Bexleyheath with the resulting funds and another industrial warehouse acquired in Newark, the latter being acquired with a commercial mortgage secured on Bexleyheath. Whilst the effect of the mortgage costs is to reduce the money available for grants during the ten years of its duration, the Governors believe that this is needed in order to maintain the long-term capital base of the Foundation for future generations of beneficiaries.

Unfortunately, towards the end of the financial year under review, one of the tenants went into liquidation. Although the property is currently under offer, we will inevitably suffer a fall of income in the next financial year until the property can be re-let to the new tenant. At the current time all of the other properties are let at full market rentals.

Securities

In March 2004 the Governors, on the advice of their Investment Managers, decided to dispose of the Foundation's individual holdings in stocks and shares. The resulting funds were invested in a pooled fund managed by Newton Investment Management Limited, their Global Growth and Income Fund for Charities. This is a Common Investment Fund, authorised and approved by the Charity Commission. We receive regular quarterly reports from the Fund Managers of the performance of the Fund and in the time that we have held the investment, its performance has more than matched the major indices such as the FTSE100. At the present time, the Governors do not intend to alter this holding.

2. Grant-making

Although the objects of the Foundation provide for four different categories of grant, the reality of our operations is that most of the work is focussed on the fourth category. Dealing with the other categories first:

- § We received applications, totalling £6,223 (2007 - £3,871) for specialist equipment for nine (2007 - five) young people attending the Wilfred Sheldon Centre, which now carries on the work that was previously carried on by the Newcomen Centre.
- § As in the previous year, we have made an annual grant to the Parish School of the Cathedral Church here in Southwark of £2,000.
- § During the year we made one (2007 - two) grants, totalling £1,500 (2007 - £3,000), to Church of England Voluntary Aided Schools for equipment and running costs.

The remaining grants fall naturally into three different sub-headings: grants for school uniforms, grants to individuals for tertiary and specialist education and grants to schools and voluntary organisations.

For several years, we have worked with the Southwark Education Welfare and Attendance Service ('EWAS') to ensure that funds to allow that Service to purchase school uniforms for needy children were immediately available. This means that we provide them with a float, currently £5,000, which they can use to ensure that no eligible young person who needs to go to school is stopped from doing so due to lack of funds to purchase a school uniform. The Service provides us with a detailed report of the grants that have been made quarterly and during the last financial year they spent £15,458 (2007 - £13,835). This has the advantage that the funds can be made available immediately at the point of need, and the above money benefited 138 (2007 - 141) young people. We are immensely grateful for their work in administering these vitally important grants for us, and it was therefore an especial pleasure to welcome Helen Dunlea of the Service to speak to us at the General Meeting in December 2007. She said that she found it difficult to imagine how the Service would manage without the access that they had to these funds. The fact that issues which required immediate expenditure could be dealt with in this manner allowed her team to make decisive moves which immediately impacted the lives of the families they serve in many ways. Such personal feedback of outcomes is very helpful in allowing Governors to appreciate the work being undertaken by the Service. In particular, the Governors asked Helen to convey how much they respect and valued the work that the whole team at EWAS do for the Foundation.

Many of the young people in Southwark make remarkable academic achievements and the Foundation is keen to support them if they seek to go onto university or college. During the last year we have supported 17 students from the Borough of Southwark (2007 - 40 students). Provided the students continue in their studies the Governors will normally consider grant applications from them until the course they have started is completed. Thus we regularly receive feedback from the students on their progress and the impact of their studies on their lives.

The remainder of our grants are made to a wide variety of schools and organisations that serve the young people of the Borough of Southwark, many of whom are set out in the list of Major Grants on page 10 of these Accounts. The breadth of these activities is enormously wide, including school journeys, music productions and equipment, sports equipment and resources, dance, drama and computers. The Governors wish to pay tribute to the vast amount of unpaid time and effort which is given by so many people to these groups, realising that without their commitment, the grant support of the Foundation could achieve nothing. We are able to closely follow these organisations thanks to the dedication of our Field Officer who visits many of them to evaluate their applications and their suitability and often attends performances of music or drama where they are the outcome of the activity. In addition, during the year Governors visited a number of events or beneficiaries to see for themselves the excellent use that is made of the grants they are giving. Many of the schools and groups also supply information on the events that they carry out and all the details of these are made available to the Governors at their Meetings.

3. Governance

As with the corporate world, the charity sector has recognised that good governance and transparency are key responsibilities in their relationship with the community they serve. Newcomen Collett Foundation seeks to ensure that it meets the highest standards in these areas consistent with the size of its operations and funds.

There are currently three committees: an Investment Committee, an Audit Committee and a Governor Selection Committee. No committee has delegated powers to act without the authority of the General Meeting of Governors. During 2005 and 2006, the Governors developed and approved formal terms of reference for all three of these committees. The Trustees rely greatly on the careful and thoughtful work undertaken by these committees which allows the General Meeting to deal more effectively with the many issues which are its concern.

For many years the Foundation had an undocumented, working arrangement for sharing staff and costs with Marshall's Charity. A final agreement, together with a licence to occupy the premises at Newcomen Street, was approved and signed by both parties during the year and came into force in July 2006.

The pay arrangements of the staff had been dealt with by the Remuneration Committee of Marshall's Charity. That Charity invites the Foundation to appoint a representative to attend their annual meeting, and the Chairman, Mrs Hase, was appointed and attended their Meeting in January 2007 and January 2008.

In order to allow potential beneficiaries to find out more easily about the work of the Foundation and their ability to qualify for grants from us, the Foundation this year designed and launched its own website, www.newcomencollett.org.uk. As well as providing information about the Foundation, it allows applicants to download blank application forms, thus speeding up and simplifying the process of applying to us. The Governors thank the Clerk for his work in collating the information and photographs used in the site, and also thank Sue Davis, the web designer, who has produced a simple, clear design that is much praised and commented upon by users.

Statement of Governors' Responsibilities

Charity law requires the Governors to prepare financial statements for each financial year which give a true and fair view of the Foundation's financial affairs during the year and of its financial position at the end of the year. In preparing financial statements, giving a true and fair view, the Governors should follow best practice and:

- § select suitable accounting policies and apply them consistently;
- § make judgements and estimates that are reasonable and prudent;
- § state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements, and
- § prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Foundation will continue in operation.

The Governors are responsible for keeping accounting records which disclose with reasonable accuracy at any time the financial position of the Foundation and which enable them to ascertain the financial position of the Foundation and which enable them to ensure that the financial statements comply with applicable law and the Constitutional Scheme. They are also responsible for safeguarding the assets of the Foundation and hence for taking reasonable steps for the prevention of fraud and other irregularities.

As mentioned above, the Foundation has developed and launched its own website. The Governors are responsible for the maintenance and integrity of the corporate and financial information included on its website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

FINANCIAL REVIEW

Review of Finances

As was reported last year, one of the properties became vacant in October 2007 following the liquidation of the tenant. A new tenant eventually occupied the premises from September 2008, but the loss of rental income is very apparent. As has been pointed out in the Property Review section above, another property became vacant in August 2008 due to the liquidation of that tenant.

The freehold investment properties are revalued annually by the Surveyor to Marshall's Charity, and his view this year is that there had been decline in the value of the portfolio. The portfolio is invested in secondary property, which fortunately has not declined as much as the more publicised losses in prime property.

The decline in stock markets worldwide is clearly reflected in the reduction in the valuation of our securities portfolio. The performance of our portfolio is monitored against published indices and the decline is in line with market conditions. More importantly for the Foundation, the income return on the portfolio has continued to rise in the last three years.

FINANCIAL REVIEW - continued

Reserves Policy

The Governors have adopted a policy regarding reserves which seeks to ensure that

- a) unrestricted funds should be less than twelve months' overhead expenditure;
- b) there are adequate funds to ensure that the Foundation is able to meet all current and known future liabilities.

The level of reserves is considered and reviewed regularly by the Governors. Because of the strategy of making prudent levels of grants during recent years whilst the property portfolio was changing, reserves have risen to the upper end of the policy range. Although consideration will be given to an eventual reduction in reserves, the Governors feel that prudence dictates that a gradual increase in reserves until economic conditions stabilise would be appropriate.

Approved by the Governors on 12 March 2009 and signed on their behalf:

S Hase

.....Chairman

R Lovell

.....Vice Chairman

We have audited the financial statements of Newcomen Collett Foundation ("the Foundation") for the year ended 30 September 2008 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the Foundation's Governors, as a body, in accordance with section 44 of the Charities Act 1993. Our audit work has been undertaken so that we might state to the Foundation's Governors 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 Foundation and the Foundation's Governors as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of governors and auditor

As described in the Report of the Governors, the Governors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

We have been appointed as auditor under section 43 of the Charities Act 1993 and report in accordance with regulations made under section 44 of that Act. Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Charities Act 1993.

We also report to you if, in our opinion, the Report of the Governors is not consistent with the financial statements, if the Foundation has not kept proper accounting records, or if we have not received all the information and explanations we require for our audit

We read the Report of the Governors and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Governors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Foundation's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements:

- § give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the Foundation's affairs as at 30 September 2008 and of its incoming resources and application of resources for the year then ended; and
- § have been properly prepared in accordance with the Charities Act 1993.

CHANTREY VELLACOTT DFK LLP**Chartered Accountants
Registered Auditor
London****12 March 2009**

	Notes	Unrestricted Funds	Endowment Fund	Total 2008	Total 2007
		£	£	£	£
INCOMING RESOURCES					
Investment income					
<i>Property rentals</i>		188,865	-	188,865	210,300
<i>Dividends & interest</i>	3	30,997	-	30,997	27,311
<i>Insurance commission</i>		4,347	-	4,347	3,716
Total incoming resources		224,209	-	224,209	241,327
RESOURCES EXPENDED					
Cost of generating funds	12	52,603	-	52,603	45,450
Charitable activities	12	128,701	-	128,701	147,703
Governance costs	12	5,713	-	5,713	5,320
Total resources expended		187,017	-	187,017	198,473
Net incoming resources before transfers		37,192	-	37,192	42,854
<i>Gross transfers between funds</i>	8	(31,731)	31,731	-	-
Net incoming resources		5,461	31,731	37,192	42,854
Other gains/(losses)					
<i>Property - unrealised</i>		-	(113,225)	(113,225)	197,175
<i>Securities -unrealised</i>		-	(135,287)	(135,287)	45,604
Net movement in funds		5,461	(216,781)	(211,320)	285,633
<i>Fund balances brought forward</i>		73,535	3,222,567	3,296,102	3,010,469
Total funds carried forward		78,996	3,005,786	3,084,782	3,296,102

All the above amounts relate to continuing activities and include all recognised gains and losses.

The notes on pages 6 to 10 form part of these accounts.

	Notes	2008		2007	
		£	£	£	£
FIXED ASSETS					
<i>Freeholds</i>	2		2,648,250		2,761,475
<i>Securities</i>	4		577,267		712,554
			3,225,517		3,474,029
CURRENT ASSETS					
<i>Debtors and prepayments</i>	5	29,781		36,621	
<i>Cash at bank and in hand</i>		90,158		101,209	
		119,939		137,830	
Creditors: Amounts falling due within one year	6	(103,790)		(125,184)	
Net Current Assets			16,149		12,646
Total assets less current liabilities			3,241,666		3,486,675
Creditors: Amounts falling after more than one year	7		(156,884)		(190,573)
NET ASSETS			3,084,782		3,296,102
<i>Unrestricted Fund</i>			78,996		73,535
<i>Endowment Fund</i>	8		3,005,786		3,222,567
TOTAL FUNDS			3,084,782		3,296,102

Approved by the Governors and authorised for issue on 12 March 2009 and signed on their behalf:

S Hase Governor

R Lovell Governor

The notes on pages 6 to 10 form part of these accounts.

1. Accounting policies

- a The accounts have been prepared on an historical cost basis with the exception of freehold properties and securities which are included at valuation.
- b All securities are shown at mid-market value; realised and unrealised profits and losses on properties and securities are dealt with by adjustment to the endowment fund.
- c Repairs and renewals to property are charged to income when incurred.
- d Grants are treated as expenditure when authorised by the Governors, not when the grants are paid.
- e Rental income is credited when receivable. Securities income is credited on an accruals basis.
- f The accounts comply with the 2005 Statement of Recommended Practice, "Accounting and Reporting by Charities", applicable accounting standards and the Charities Act 1993.

2 Freehold properties

	2008	2007
	£	£
<i>Opening balance at 1st October 2007</i>	2,761,475	2,564,300
<i>Revaluation of properties at year end</i>	(113,225)	197,175
<i>Closing balance at 30th September 2008</i>	2,648,250	2,761,475

The property portfolio has been valued by Mr J D Hutchings DipBs FBEng FRICS, who is the Surveyor to Marshall's Charity.

3 Dividends and interest on securities

	2008	2007
	£	£
<i>Dividends and interest on securities</i>	27,147	24,417
<i>Other interest received</i>	3,850	2,894
	30,997	27,311

4 Securities - UK Unit Trusts

	2008	2007
	£	£
<i>Market value at 1st October 2007</i>	712,531	666,927
<i>Net gain/(loss) on revaluations during year</i>	(135,287)	45,604
	577,244	712,531
<i>Add: Portfolio cash awaiting investment</i>	23	23
	577,267	712,554
<i>Market value at 30th September 2008</i>	577,267	712,554
	488,025	488,025
<i>Historical cost at 30th September 2008</i>	488,025	488,025

At 30 September 2008, securities consisted of the following holdings:

Name of holding	Market value
<i>Newton Global Growth & Income Fund units</i>	558,515
<i>Charibond Income Fund units</i>	18,729

5 Debtors and prepayments

	2008	2007
	£	£
<i>Rents due from tenants</i>	29,781	36,621

6 Creditors: amounts falling due within one year

	2008	2007
	£	£
<i>Grants authorised but unpaid</i>	47,080	65,913
<i>Rent deposit from tenant</i>	10,023	19,296
<i>Value Added Tax</i>	5,899	5,870
<i>Mortgage payable within one year</i>	33,692	31,734
<i>Other creditors</i>	7,096	2,371
	103,790	125,184

7 Creditors: amounts falling due after more than one year

In August 2003, the Governors took a commercial mortgage from Alliance & Leicester Commercial Bank, charged on its investment property in Bexleyheath. The amount of the mortgage was £335,000, repayable in equal monthly instalments over 10 years. In September 2008, the interest rate was fixed for the remaining five years of the loan at 7.18% p.a. The funds raised by this mortgage were used to fund the purchase of the investment property at Telford Drive, Newark.

This mortgage is repayable as follows:

within 2 - 5 years
greater than 5 years

2008	2007
£	£
156,884	148,168
-	42,405
156,884	190,573

8 Endowment Fund

Balance brought forward from previous year
Adjustment to market value of properties
Adjustment to market value of securities
Transfer from Income to cover mortgage repayments

2008	2007
£	£
3,222,567	2,949,721
(113,225)	197,175
(135,287)	45,604
31,731	30,067
3,005,786	3,222,567

9 Trustees

- In 2008 and 2007, no Governor was in receipt of any remuneration or expenses from the Foundation, nor were any expenses re-imbursed to Governors by payment to a third party.
- Governors were not involved in any transactions, except where the Foundation made grants to charities with which a Governor was associated. In those cases, the Governor involved did not vote.

10 Audit fees

Fees paid to the auditors in the year totalled £3,246 (2007 - £2,837) and were all in respect of audit services.

11 Analysis of Net Assets between Funds

	2008			Total
	Fixed Assets	Long-term liabilities	Net Current Assets	
	£	£	£	£
Restricted Funds				
<i>Endowment Fund</i>	3,225,517	(156,884)	(62,847)	3,005,786
Unrestricted Funds				
<i>Unallocated Income</i>	-	-	78,996	78,996
	3,225,517	(156,884)	16,149	3,084,782

12 Resources expended

	Direct costs	Allocated support costs	2008 TOTAL	2007
	£	£	£	£
Cost of generating funds				
<i>Property costs</i>	18,336	21,958	40,294	31,477
<i>Mortgage interest</i>	12,309	-	12,309	13,973
	30,645	21,958	52,603	45,450
Charitable activities				
<i>Grant costs paid (see Note 13)</i>	100,147	28,554	128,701	147,703
Governance costs	-	5,713	5,713	5,320
	130,792	56,225	187,017	198,473

All overheads (except Audit costs, which have been charged to Governance), have then been allocated between the categories on the basis of the total staff time spent on these activities.

13 Major grants during the year

Recipient	Amount
	£
Cathedral Primary School	4,890
Kingsdale School	2,200
Harris Academy at Peckham	2,130
Borough Music School	2,060
Highshore School	2,000
Pembroke Academy of Music	2,000
Royal Opera House Foundation	2,000
Sacred Heart RC School	2,000
Camberwell Arts Workshops	1,600
St Joseph's RC Primary School PTA	1,600
Crampton Primary School	1,500
Fairbridge in London	1,500
St John's & St Clement's Primary School	1,500
Young Vic Theatre	1,500
Charisma Gym Club	1,338
Southwark Cathedral Girls' Choir	1,100
Shaftesbury young People	1,014
Bede House	1,000
Cherry Garden School	1,000
Collective Artistes	1,000
Goodrich Commuinty School	1,000
Live Music Now	1,000
Magic Lantern	1,000
Oval House Summer School	1,000
Pembroke House Youth Centre	1,000
Pilgrim Way Primary School	1,000
Southwark Heritage Association	1,000
Southwark Pensioners Action Group	1,000
Southwark Playhouse	1,000
Tamasha Theatre Company	1,000
The Midi Music Company	1,000
Volunteer Reading Help	1,000
Waterloo Sports & Football Club	1,000
	47,932
Other grants	57,616
	105,548
Less: Cancellations during the year	(5,401)
Total net grants for the year	100,147