

THE J J CHARITABLE TRUST

ANNUAL REPORT

5 APRIL 2009

Allington House (1st Floor)  
150 Victoria Street  
London SW1E 5AE



THE J J CHARITABLE TRUST  
5 April 2009

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# THE J J CHARITABLE TRUST

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## Legal and Administrative

The J J Charitable Trust (No. 1015792) was established under a Trust Deed dated 9 December 1992.

<b>Trustees</b>	Mr J J Sainsbury Ms L Guard Mr M L Sainsbury Miss J S Portrait
<b>Registered Office</b>	Allington House (1st Floor) 150 Victoria Street London SW1E 5AE
<b>Principal Officers</b>	Mr A Bookbinder                      Director Mr P Spokes                          Finance Director Mr M Woodruff                      Executive Ms J Temple                          Executive
<b>Bankers</b>	Child & Co 1 Fleet Street London EC4Y 1BD
<b>Solicitors</b>	Portrait Solicitors 1 Chancery Lane London WC2A 1LF
<b>Auditors</b>	Horwath Clark Whitehill LLP St Bride's House 10 Salisbury Square London EC4Y 8EH
<b>Investment Advisers</b>	Merrill Lynch Investment Managers 33 King William Street London EC4R 9AS
<b>Investment Powers</b>	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.
<b>Objects</b>	The objects of the Trust as given in the Trust Deed are for general charitable purposes.

# THE J J CHARITABLE TRUST

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## **Organisation**

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

The other Sainsbury Family Charitable Trusts which are administered from the Registered Office are:

The Alan and Babette Sainsbury Charitable Fund	The Linbury Trust
The Ashden Trust	The Mark Leonard Trust
The Elizabeth Clark Charitable Trust	The Monument Historic Buildings Trust
The Gatsby Charitable Foundation	The Monument Trust
The Glass-House Trust	The Staples Trust
The Headley Trust	The Tedworth Trust
The Indigo Trust	The Three Guineas Trust
The Jerusalem Trust	The True Colours Trust
The Kay Kendall Leukaemia Fund	The Woodward Charitable Trust

## **Policies**

Proposals are generally invited by the Trustees or initiated at their request. Unsolicited applications are discouraged and are unlikely to be successful, unless they are closely aligned to the Trust's areas of interest. The Trustees' objective is to support innovative schemes with seed-funding, leading projects to achieve sustainability and successful replication. Grants are not normally made to individuals. There have been no significant changes in the grant-making policies of the Trust during the year under review.

## **Reserves Policy**

The Trust holds both expendable endowment and unrestricted income funds.

It is the policy of the Trustees to approve grants for payment over a period of years, subject to the fulfilment of certain conditions over the life of the grant.

Commitments to be paid within 12 months are accrued in the accounts and the Trustees consider that it is appropriate to hold additional free funds, both to meet short term working capital needs of the Trust, and in anticipation of the potential payment of subsequent grant instalments. Any shortfall in the availability of unrestricted funds would then be met from the Trust's expendable endowment.

The need for unrestricted income funds will vary from year to year and the Trustees will continue to review the position. At the balance sheet date the Trustees are satisfied that the current level of available funds meets these requirements.

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## **Investment Policy and Performance**

The Trust's expendable endowment funds are invested to generate income and provide long-term capital growth in line with relevant indices. The Trustees regularly meet the investment managers to discuss strategy and review performance. In the year under review, Trustees maintained a balanced investment strategy.

The unrealised losses shown on the Statement of Financial Activities are due principally to poor stock market conditions over the year. The overall performance of the Trust's investment portfolio was in line with the Trust's own benchmark for the year.

## **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, systems are in place adequate to meet such potential risks as the Trustees have identified. They continue to keep processes under review.

## **Charity and Public Benefit**

Trustees are aware of the Charity Commission guidance on Charity and Public Benefit. 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 J J CHARITABLE TRUST

## 5 April 2009

### Financial Overview of the Past Year

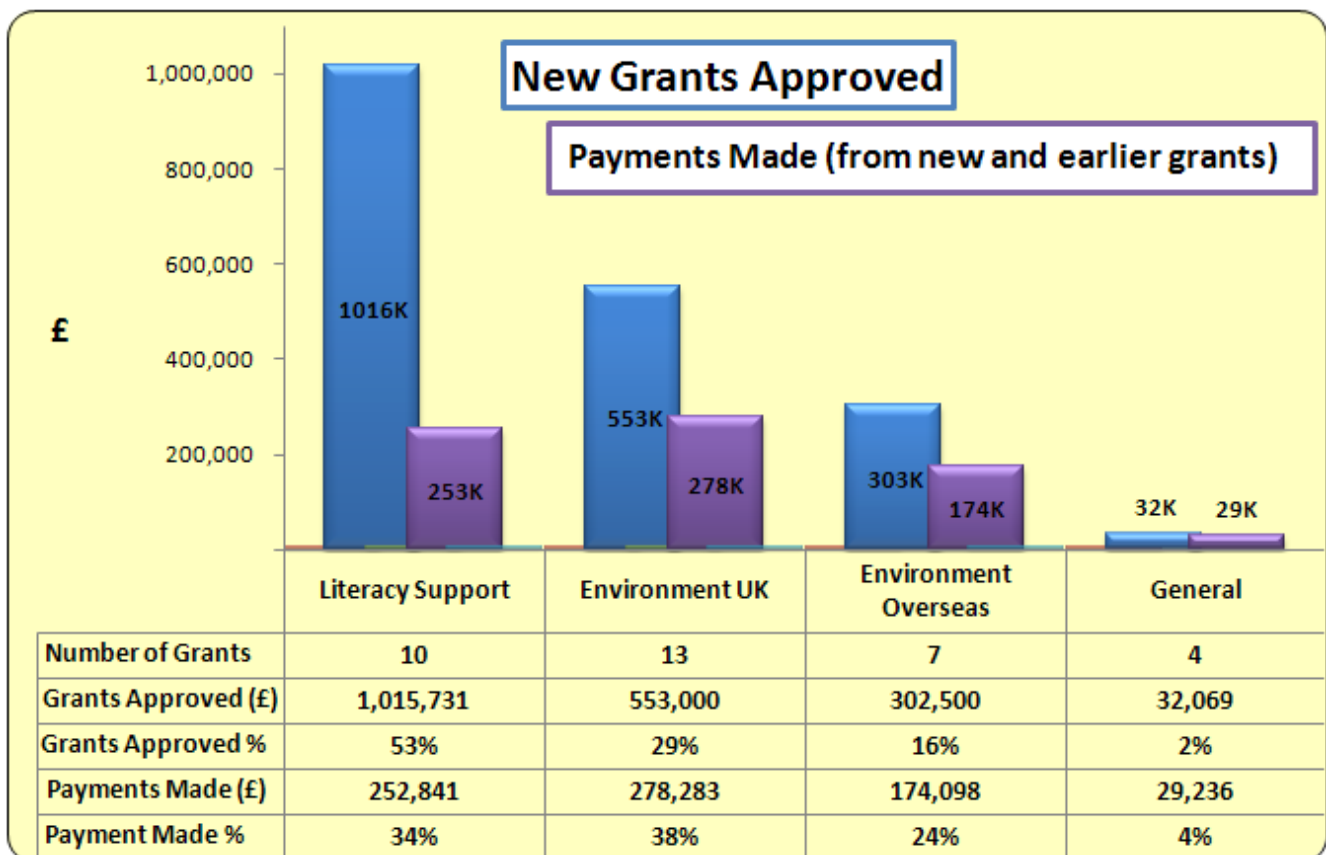
The Trustees met four times during the year to make grants and twice to review investments.

The Settlor made a generous donation of £1,000,000 in the year which has been added to Expendable Endowment. The asset value of the Trust decreased from £29,070,473 at 5 April 2008 to £24,226,418 at 5 April 2009, a decrease of 16.7%, as a result of falling stock markets. The performance of the Trust's investments was in line with their benchmark.

Total income on unrestricted funds was £1,038,104, a decrease of 8.2% over the previous year's figure of £1,131,215. This is mainly due to record low interest rates and poorly performing global stock markets.

Staff and office costs have been allocated to grant-related support costs and governance costs as required by SORP 2005.

During the year the Trustees approved 34 grants totalling £1,903,300, this represents the highest value of grants awarded in the history of the Trust. Grants approved during the year may be analysed by number and by value in the categories set out below. Payments made relate to grants approved in this and earlier years.



# THE J J CHARITABLE TRUST

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## GRANTS APPROVED

### LITERACY SUPPORT - £1,015,731

The Trustees aim to improve the effectiveness of literacy teaching at primary and secondary education stages for children with general or specific learning difficulties, including Dyslexia, and to do the same through agencies working with ex-offenders or those at risk of offending. They also seek to target help at those who have become disaffected from education and who now find themselves homeless, in prison or without access to training and employment.

Their selection of projects to support takes account of relevant government initiatives and on-going developments within prison education. The Trustees seek projects that pilot new ideas for teaching and supporting people with specific learning difficulties, or that provide demonstrations that are likely to be of wider interest. Given budget constraints within the education and criminal justice sectors, the Trustees seek to support projects aiming to deliver cost-effective solutions.

#### Adult Dyslexia Access - £303,350

£5,000 - Towards the training of Community Champions.

£298,350 - Towards the creation of a model Dyslexia Employability Service.

#### Dyslexia Action - £185,000

Towards the Partnership for Literacy Secondary Schools pilot scheme.

#### Helen Arkell Dyslexia Centre - £52,450

Towards a feeder primary school to secondary transition literacy scheme in Farnham, Surrey.

#### Lemos & Crane - £288,966

Towards the creation of a Literacy Action Net.

#### National Literacy Trust - £25,000

Towards the dissemination of Reading for Life.

#### Open Book - £58,465

Towards enable access for children in Secure Training Centres and Young Offenders Institutions in Medway into Further Education college on release.

#### Society of Chief Librarians - £10,000

To create and train librarians for a dyslexia-friendly Visual Learning Environment in libraries.

#### Springboard for Children - £82,500

Towards the employment costs of a training co-ordinator.

#### University of London Institute of Education - £10,000

Towards the endowment of the scheme for continuing professional development in Reading Recovery.

# THE J J CHARITABLE TRUST

5 April 2009

## ENVIRONMENT UK - £553,000

Grants are made for environmental education, particularly supporting projects displaying practical ways of involving children and young adults. The Trustees do not support new educational resources in isolation from the actual process of learning and discovery. They are more interested in programmes which help pupils and teachers to develop a theme over time, perhaps combining IT resources with the exchange of information and ideas between schools.

The Trustees are particularly interested in projects that progressively enable children and young people to develop a sense of ownership of the project over time, and that provide direct support to teachers to deliver exciting and high quality education in the classroom.

The Trustees have begun to support projects outside the schools sector which focus on sustainable agriculture and bio-diversity. This involvement is likely to grow in future years.

The Trustees are also interested in the potential for sustainable transport, energy efficiency and renewable energy in wider society. In some cases the Trustees will consider funding research, but only where there is a clear practical application. Proposals are more likely to be considered when they are testing an idea, model or strategy in practice.

### Campaign for Better Transport Charitable Trust - £6,000

Towards a new database for managing support more effectively.

### Capacity Global - £20,000

For research into environmental justice, with the aim of changing UK government policy and practice.

### Charles Darwin Trust - £120,000

Towards the Darwin-inspired learning programme at Down House.

### Climate Outreach and Information Network - £60,000

Towards core costs and a new monitoring system for demonstrating effectiveness.

### Countryside Education Trust - £10,000

Towards the treehouse study centre.

### Envision - £36,000

To support the diversification of income streams.

### Federation of City Farms and Community Gardens - £104,000

Towards the development and dissemination of the schools gardening project in Coventry.

### Henry Doubleday Research Association (HDRA) - £25,000

Towards interim support for the Schools Organic Network while longer term funding is secured.

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People & Planet - £75,000

Towards the young people's campaign.

Save the Rhino International - £4,000

Towards the Michael Hearn Internship.

Stroud Valleys Project - £5,000

Towards the Stroud Vale Biodiversity Project.

The Ashden Awards - £70,000

Towards the 2009 UK Ashden Awards.

Urban Mines Ltd - £18,000

To promote the inclusion of community benefit considerations in waste contracts between local authorities and private contractors.

**ENVIRONMENT OVERSEAS - £302,500**

The Trustees continue to support community-based agriculture projects, which aim to help people to help themselves in an environmentally sustainable way.

ACE Africa - £20,000

Towards further support for the household gardening and new stoves programme in Western Kenya.

Excellent Development - £99,500

Towards community work on sand dams in Kenya and to build capacity at the Africa office.

MICAIA UK - £60,000

Towards the forest conservation and livelihood project in Mozambique.

Rural Outreach Programme - £1,000

Towards the rebuilding of facilities in Butere district, Kenya.

The Kulika Charitable Trust - £43,500

Towards training in sustainable agriculture for communities around the Echuya Forest in Uganda.

Tree Aid - £70,000

Towards tree planting for forest enterprises in the province of Barsalogho in Burkina Faso.

Tropical Wholefoods - £8,500

For starting up a mushroom drying and distribution social business.

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**GENERAL - £32,069**

Art Academy, The - £16,736

Towards the employment costs of a young people's outreach co-ordinator.

Future Trust - £10,000

Towards the work of Mayhem Theatre in 2009.

Save the Rhino International - £333

Towards the Pecha Kucha appeal.

The Sainsbury Archive - £5,000

Towards core costs.

**Cancelled Grants**

A grant to the value of £5,000 was cancelled during the financial year due to changed requirements.

Approved by the Trustees on 22 October 2009 and signed on their behalf by:

..... TRUSTEE

# THE J J CHARITABLE TRUST

5 April 2009

## STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 5 APRIL 2009

	Notes	Unrestricted Funds £	Expendable Endowment £	Total Funds 2009 £	Total Funds 2008 £
<b>Incoming resources</b>					
Donations and gifts		-	1,000,000	1,000,000	1,312,051
Investment income	2	890,874	-	890,874	873,976
Bank deposit interest		14,301	-	14,301	37,881
Interest on short term deposits		132,929	-	132,929	219,358
<b>Total incoming resources</b>		<b>1,038,104</b>	<b>1,000,000</b>	<b>2,038,104</b>	<b>2,443,266</b>
<b>Resources expended</b>					
<i>Cost of generating funds:</i>					
Investment management costs		-	91,893	91,893	37,039
<i>Charitable activity</i>					
Grant-making:					
Grant expenditure	3	1,334,403	-	1,334,403	533,976
Grant related support costs	4	74,332	-	74,332	64,039
<b>Cost of Grant-making</b>		<b>1,408,735</b>	<b>-</b>	<b>1,408,735</b>	<b>598,015</b>
Governance costs	4	7,756	-	7,756	7,504
<b>Total resources expended</b>		<b>1,416,491</b>	<b>91,893</b>	<b>1,508,384</b>	<b>642,558</b>
Net resources before other recognised gains and losses		(378,387)	908,107	529,720	1,800,708
<b>Other Recognised Gains and Losses</b>					
(Losses)/Gains on investment assets					
Realised		-	(1,047,558)	(1,047,558)	(403,536)
Unrealised	7,10	-	(4,327,219)	(4,327,219)	(1,129,998)
Effect of foreign exchange rate changes		3,564	(2,562)	1,002	(45)
<b>Net movement in funds</b>		<b>(374,823)</b>	<b>(4,469,232)</b>	<b>(4,844,055)</b>	<b>267,129</b>
<b>Reconciliation of funds</b>					
Total funds brought forward		713,917	28,356,556	29,070,473	28,803,344
Total funds carried forward		339,094	23,887,324	24,226,418	29,070,473

The notes on pages 13 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 J J CHARITABLE TRUST

## 5 April 2009

### BALANCE SHEET

	<i>Notes</i>	<b>2009</b>	<b>2008</b>
		£	£
<b>FIXED ASSETS</b>			
Tangible fixed assets	<b>6</b>	3,158	4,211
Investments	<b>7</b>	24,377,076	29,135,703
		<u>24,380,234</u>	<u>29,139,914</u>
<b>CURRENT ASSETS</b>			
Debtors	<b>8</b>	270,000	70,175
Cash at bank and in hand		602,427	266,199
		<u>872,427</u>	<u>336,374</u>
<b>CURRENT LIABILITIES</b>			
<b>Creditors</b> - amounts falling due within 1 year	<b>9</b>	<u>1,026,243</u>	<u>405,815</u>
<b>NET CURRENT LIABILITIES</b>		(153,816)	(69,441)
<b>NET ASSETS</b>		<u>24,226,418</u>	<u>29,070,473</u>
<b>CAPITAL FUNDS</b>			
Expendable endowment	<b>10</b>	23,887,324	28,356,556
<b>INCOME FUNDS</b>			
Unrestricted funds	<b>10</b>	339,094	713,917
		<u>24,226,418</u>	<u>29,070,473</u>

The financial statements were approved and authorised for issue by the Trustees on 22 October 2009 and were signed on their behalf by :

..... TRUSTEE

The notes on pages 13 to 17 form part of these accounts

# THE J J CHARITABLE TRUST

## 5 April 2009

### CASH FLOW STATEMENT

#### RECONCILIATION OF NET INCOMING RESOURCES TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2009	2009	2008
	£	£	£
Net incoming resources		529,720	1,800,708
Depreciation Charge		1,053	1,053
(Increase)/decrease in debtors		(199,825)	1,265
Increase/(decrease) in creditors		620,428	(106,909)
		951,376	1,696,117
Net cash inflow from operating activities		951,376	1,696,117

### CASH FLOW STATEMENT

	2009	2008
	£	£
Net cash inflow from operating activities	951,376	1,696,117
Capital expenditure and financial investment:		
Purchase of investments	(5,807,248)	(8,196,897)
Sale of investments	5,191,098	6,171,470
Effect of foreign exchange rate changes	1,002	(45)
	(615,148)	(2,025,472)
Increase/(decrease) in cash	336,228	(329,355)

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

	2009	2008	Change in year
	£	£	£
Cash at bank and in hand	602,427	266,199	336,228
	602,427	266,199	336,228
	602,427	266,199	336,228

The notes on pages 13 to 17 form part of these accounts

# THE J J CHARITABLE TRUST

## 5 April 2009

### NOTES TO THE ACCOUNTS

#### 1. ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice (SORP 2005) "Accounting and Reporting by Charities", applicable accounting standards and the Charities Act 1993, and comply with the Charities (Accounts and Reports) Regulations 2005 issued under the Charities Act 1993.

The principal accounting policies adopted are as follows:

##### a) Income

- (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 recorded only when it has been received.

##### b) Grants payable

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 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 relative grants paid.

##### e) Charitable activities

The Trustees consider that grant-making is the Trust's sole charitable activity.

##### f) 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 fees for statutory audit, legal fees where relevant, together with an allocation of support costs.

##### g) Depreciation

Fixed assets are depreciated at rates which reflect their useful life to the Trust. The following rate has been used:

Leasehold improvements - 10% per annum

#### 2. INVESTMENT INCOME

Income received on investments may be analysed as follows:

	2009		2008	
	£	%	£	%
Government fixed interest	30,000	3	65,000	7
Other fixed interest	351,173	39	312,742	36
UK equities	485,378	55	451,386	52
Overseas equities	24,323	3	44,848	5
	890,874	100	873,976	100

# THE J J CHARITABLE TRUST

## 5 April 2009

### NOTES TO THE ACCOUNTS

#### 3. GRANTS PAYABLE

	2009		2008	
	£	£	£	£
<b>Reconciliation of grants payable:</b>				
Commitments at 6 April 2008		379,148		485,443
Grants not accrued at 6 April 2008	100,484		111,260	
Grants approved in the year	1,903,300		540,300	
Grants cancelled, refunded or amended	(5,000)		(17,100)	
Grants not accrued at 5 April 2009	(664,381)		(100,484)	
<b>Grants payable for the year</b>		<b>1,334,403</b>		<b>533,976</b>
Grants paid during the year		(734,458)		(640,271)
Commitments at 5 April 2009		<u>979,093</u>		<u>379,148</u>

#### Commitments at 5 April 2009 are payable as follows:

	2009		2008	
	£		£	
Within one year (note 9)		<u>979,093</u>		<u>379,148</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 2009 was £664,381 (2008: £100,484).

The amount payable in the year consisted of the following:

	£
<b><u>Literacy Support</u></b>	
Dyslexia Action	185,000
Lemos & Crane	126,069
Adult Dyslexia Access	104,450
Open Book	58,465
Springboard for Children	55,000
Helen Arkell Dyslexia Centre	52,450
Grants up to £40,000 were also made	97,500
<b><u>Environment - the UK</u></b>	
Charles Darwin Trust	80,000
The Ashden Awards	70,000
People & Planet	50,000
Grants up to £40,000 were also made	203,234
<b><u>Environment - Overseas</u></b>	
Excellent Development	76,000
Tree Aid	55,000
MICAIA UK	40,000
Grants up to £20,000 were also made	49,500
<b><u>General</u></b>	
Art Academy, The	16,736
Grants up to £10,000 were also made	14,999
Total grants payable per Statement of Financial Activities	<u><b>1,334,403</b></u>

# THE J J CHARITABLE TRUST

## 5 April 2009

### NOTES TO THE ACCOUNTS

#### 4. ALLOCATION OF SUPPORT COSTS

	Grant- making	Governance	2009 Total Allocated	2008 Grant- making	2008 Governance
	£	£	£	£	£
Staff costs	49,071	2,523	51,594	41,301	2,275
Share of joint office costs	16,021	-	16,021	12,908	-
Direct costs including travel	1,351	-	1,351	2,363	-
Legal and professional fees	6,116	-	6,116	6,414	-
Consultancy	720	-	720	-	-
Depreciation	1,053	-	1,053	1,053	-
Auditors' remuneration	-	5,233	5,233	-	5,229
	<u>74,332</u>	<u>7,756</u>	<u>82,088</u>	<u>64,039</u>	<u>7,504</u>

Included above is £6,116 paid for legal services to Portrait Solicitors, a firm in which Miss J S Portrait is a partner. No Trustee received remuneration or was reimbursed expenses during the year.

#### 5. ANALYSIS OF STAFF COSTS

	2009	2008
	£	£
Salaries and wages	41,999	36,122
Social security costs	4,866	4,209
Other pension costs	4,729	3,245
	<u>51,594</u>	<u>43,576</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. 2.2% of the total support and administration costs of these trusts have been allocated to the JJ Charitable Trust, including a proportionate share of the costs of employing the total number of staff serving in the office in 2008/09. Staff costs equivalent to 1 full time employee were charged to the JJ Charitable Trust in 2008/09 (2007/08 - 0.9).

#### 6. TANGIBLE FIXED ASSETS

##### Leasehold Improvements

	2009	2008
	£	£
<b>Cost</b>		
At 6 April 2008	10,529	10,529
At 5 April 2009	<u>10,529</u>	<u>10,529</u>
<b>Depreciation</b>		
At 6 April 2008	6,318	5,265
Charge for the year	1,053	1,053
At 5 April 2009	<u>7,371</u>	<u>6,318</u>
<b>NET BOOK VALUE</b>		
At 5 April 2009	<u>3,158</u>	<u>4,211</u>
<b>NET BOOK VALUE</b>		
At 5 April 2008	<u>4,211</u>	<u>5,264</u>

# THE J J CHARITABLE TRUST

## 5 April 2009

### NOTES TO THE ACCOUNTS

#### 7. FIXED ASSET INVESTMENTS

	2009	2008
	£	£
Market value 6 April 2008	29,135,703	28,643,810
Less: Disposals at carrying value	(6,238,656)	(6,575,006)
Add: Acquisitions at cost	5,807,248	8,196,897
Net losses on revaluation	(4,327,219)	(1,129,998)
<b>Market value 5 April 2009</b>	<b>24,377,076</b>	<b>29,135,703</b>
Historical cost 5 April 2009	25,378,856	25,520,812

The investments held as at 5 April 2009 were as follows:

	2009		2008	
	Cost	Market Value	Cost	Market Value
	£	£	£	£
Direct investment in listed UK and overseas securities				
Government fixed interest	1,542,696	1,464,620	644,953	623,564
Other fixed interest	6,118,225	5,935,180	7,812,974	7,641,740
UK equities	10,913,317	10,885,442	9,300,738	12,903,232
Overseas equities	3,224,618	2,511,834	3,062,147	3,267,167
Short term deposits	3,580,000	3,580,000	4,700,000	4,700,000
	25,378,856	24,377,076	25,520,812	29,135,703

#### 8. DEBTORS

	2009	2008
	£	£
Income tax recoverable	220,000	-
Loans	50,000	58,500
Other debtors	-	11,675
	270,000	70,175

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

	2009	2008
	£	£
Grants payable within one year	979,093	379,148
Professional charges	8,154	8,420
Investment management fee	29,441	18,247
Other creditors	9,555	-
	1,026,243	405,815

# THE J J CHARITABLE TRUST

## 5 April 2009

### NOTES TO THE ACCOUNTS

#### 10. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds	Expendable Endowment	Totals 2009
	£	£	£
Fund balances at 5 April 2009 are represented by:			
Tangible fixed assets	-	3,158	3,158
Investments	1,300,000	23,077,076	24,377,076
Current assets	35,896	836,531	872,427
Current liabilities	(996,802)	(29,441)	(1,026,243)
<b>Total net assets</b>	<b>339,094</b>	<b>23,887,324</b>	<b>24,226,418</b>
<b>Unrealised losses included in the above</b>			
On investment assets (see note below)	-	(1,001,780)	(1,001,780)
Total unrealised losses at 5 April 2009	-	(1,001,780)	(1,001,780)
<b>Reconciliation of movements in unrealised gains/(losses) on investment assets</b>			
Unrealised gains at 6 April 2008	-	3,614,891	3,614,891
Deduct in respect of disposals in year	-	(289,452)	(289,452)
	-	3,325,439	3,325,439
Add: net losses arising on revaluation in year	-	(4,327,219)	(4,327,219)
Unrealised losses at 5 April 2009, as above	-	(1,001,780)	(1,001,780)

# THE J J CHARITABLE TRUST

## 5 April 2009

### STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE ACCOUNTS

Law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the charity's financial activities 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 Trustees 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 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 charity will continue in operation.

The Trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity and which enable them to ascertain the financial position of the charity and which enable them to ensure that the financial statements comply with applicable law. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud.

# THE J J CHARITABLE TRUST

## 5 April 2009

### **INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF JJ CHARITABLE TRUST**

We have audited the financial statements of JJ Charitable Trust for the year ended 5 April 2009 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and the related notes set out on pages 10 to 17. These financial statements have been prepared under the historical cost convention and the accounting policies set out on page 13.

This report is made solely to the charity's trustees, 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 charity trustees those matters we are required to state to them in an auditors' 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 trustees, as a body, for our audit work, for this report, or for the opinion we have formed.

### **Respective responsibilities of trustees and auditors**

The Trustees' responsibilities for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Trustees' Responsibilities on page 18.

We have been appointed as auditors 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 Trustees' Report is not consistent with the financial statements, if the charity 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 other information contained in the Trustees' Report 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 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 judgments made by the Trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance as to whether 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 affairs of the charity as at 5 April 2009 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.

**Horwath Clark Whitehill LLP**  
Chartered Accountants and Registered Auditors  
Date

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