

THE MARK LEONARD TRUST

ANNUAL REPORT

5 APRIL 2009

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

THE MARK LEONARD TRUST

5 April 2009

CONTENTS

	PAGE
1 The Trustees' Report	2 - 8
2 Statement of Financial Activities	9
3 Balance Sheet	10
4 Cash Flow Statement	11
5 Notes to the Accounts	12 - 16
6 Statement of Trustees' Responsibilities	17
7 Independent Auditors' Report	18

THE MARK LEONARD TRUST

5 April 2009

Legal and Administrative

The Mark Leonard Trust (No. 1040323) was established under a Trust Deed dated 14 July 1994.

Trustees	Mr M L Sainsbury Mrs Z Sainsbury Mr J J Sainsbury Miss J S Portrait
Registered Office	Allington House (1st Floor) 150 Victoria Street London SW1E 5AE
Principal Officers	Mr A Bookbinder Director Mr P Spokes Finance Director Mr M Woodruff Executive Ms J Temple Executive
Bankers	Child & Co 1 Fleet Street London EC4Y 1BD
Solicitors	Portrait Solicitors 1 Chancery Lane London WC2A 1LF
Auditors	Horwath Clark Whitehill LLP St Bride's House 10 Salisbury Square London EC4Y 8EH
Investment Advisers	Merrill Lynch Investment Managers 33 King William Street London EC4R 9AS
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 MARK LEONARD TRUST

5 April 2009

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 Kay Kendall Leukaemia Fund
The Ashden Trust	The Linbury 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 J J Charitable Trust	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

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.

The Trustees consider that when possible it is appropriate to hold free funds, both to meet the short term working capital needs of the Trust, and in anticipation of the potential payment of subsequent grant instalments. However, if these are insufficient, any shortfall could 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.

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 MARK LEONARD TRUST

5 April 2009

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 portfolios were 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 MARK LEONARD TRUST

5 April 2009

Financial Overview of the Past Year

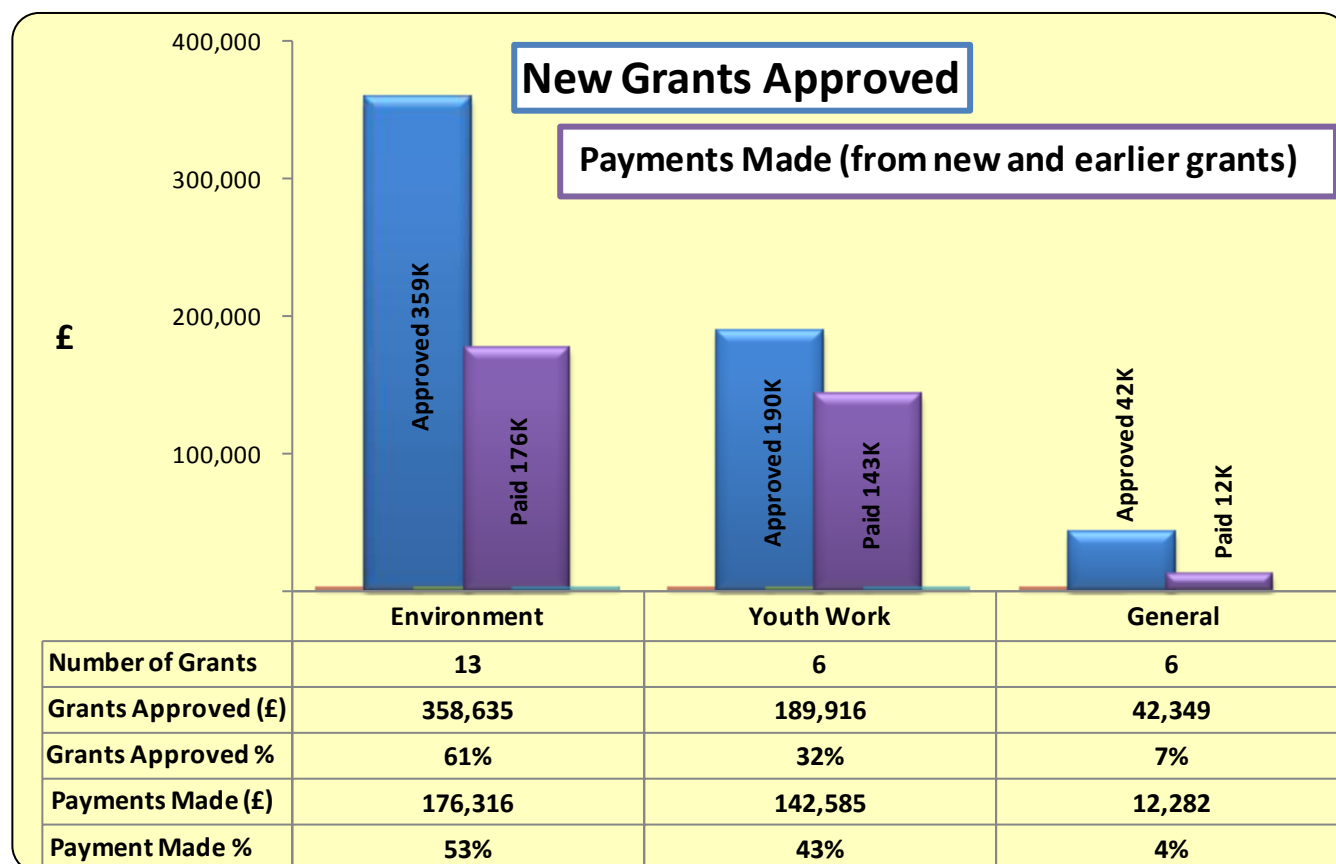
The Trustees met four times during the year to make grants and twice to review investments. During the year, the Settlor made a generous donation to the trust of £512,820, which has been added to the Expendable Endowment.

Since the previous year end, the current value of the Trust decreased by 16.6% to £9,526,713 as a result of falling stock markets. The performance of the Trust's investments were in line with their benchmark.

Total income on unrestricted funds was £412,205, a decrease of 8.5% over the previous year's figure of £450,275. 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 25 grants totalling £590,900 some of which are payable over more than one year. The graphs below show, by trust category, grants approved and paid during the year. Payments made relate to grants approved in this and earlier years.



THE MARK LEONARD TRUST

5 April 2009

GRANTS APPROVED

ENVIRONMENT - £358,635

Grants are made for environmental education, particularly to support 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 networks for exchanging 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 a project, and that provide direct support to teachers to deliver exciting and high quality education in the classroom.

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.

Capacity Global - £10,000

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

Charles Darwin Trust - £60,000

Towards the Darwin-inspired learning programme at Down House.

Climate Outreach and Information Network - £15,000

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

Countryside Education Trust - £10,000

Towards the treehouse study centre.

Envision - £24,000

To support the diversification of income streams.

Federation of City Farms and Community Gardens - £68,900

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

Green Light Trust - £30,000

Towards On Track, a scheme to reach 11-16s outside mainstream schooling.

People & Planet - £51,720

Towards the young people's campaign.

Stroud Valleys Project - £2,540

Towards the Stroud Vale Biodiversity Project.

THE MARK LEONARD TRUST

5 April 2009

The Ashden Awards - £50,000

Towards the 2009 UK Ashden Awards.

Urban Mines Ltd - £11,475

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

Web of Hope - £10,000

Towards the Youth Prints environmental learning project with disadvantaged young people in Worcester.

Woodland Trust - £15,000

Towards the Tree for All scheme.

YOUTH WORK - £189,916

Grants are made for projects that support the rehabilitation of young people who have become marginalised or excluded from wider society, or involved in anti-social or criminal activities. Trustees are also interested in extending and adding value to the existing use of school buildings, enhancing links between schools and the community, and encouraging greater involvement of parents, school leavers and volunteers in extra-curricular activities.

An essential part of the youth work which the Trustees wish to support will be a sense of realising the personal choice and responsibility of young people, building identity through taking their views and plans seriously and offering the tools to translate their aspirations and talents into practice. Above all, grants will be made towards work which gives young people, with the support and guidance they need, the autonomy and permission to be themselves and to be creative and enterprising. The Trustees believe that creating this culture in young people in contemporary Britain will be essential for the future health of society.

East Potential - £25,000

Towards a pilot Academy programme to be delivered to young offenders and young people at risk of offending in East London.

Intermission Actors - £30,000

Towards outreach among young black men and boys at risk of offending in London.

Roundhouse Trust - £50,000

Towards the employment costs of the community programme manager.

Tiverton Market Drop-In Centre - £10,000

To support youth and school counselling work.

Who Cares? Trust - £24,916

Towards the Building Futures project.

THE MARK LEONARD TRUST

5 April 2009

WorldWide Volunteering for Young People - £50,000

Towards the appointment of a Volunteering Project Manager working with Action for Children.

GENERAL - £42,349

Bondage for Freedom - £2,000

Towards international human rights work.

City University - £30,000

Towards the Olive Tree programme for Israeli and Palestinian undergraduates.

Save the Rhino International - £5,349

- £334 - Towards the Pecha Kucha appeal.
- £4,000 - Towards the Michael Hearn Internship.
- £1,015 - Towards a water purification system in Indonesia.

The Sainsbury Archive - £5,000

Towards core costs.

Cancelled Grants

Grants to the value of £13,000 were cancelled because of changed requirements of the beneficiary.

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

..... TRUSTEE

THE MARK LEONARD 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 £
Incoming resources					
Donations and gifts		-	512,820	512,820	192,308
Investment income	2	397,613	-	397,613	382,243
Bank deposit interest		14,592	-	14,592	27,696
Interest on short term deposits		-	-	-	40,336
Total incoming resources		412,205	512,820	925,025	642,583
Resources expended					
Cost of generating funds:					
Investment management costs		-	51,197	51,197	27,122
Charitable activity					
Grant-making:					
Grant expenditure	3	500,834	-	500,834	324,382
Grant related support costs	4	59,892	-	59,892	49,845
Cost of Grant-making		560,726	-	560,726	374,227
Governance costs	4	6,117	-	6,117	5,859
Total resources expended		566,843	51,197	618,040	407,208
Net resources before other recognised gains and losses		(154,638)	461,623	306,985	235,375
Other Recognised Gains and Losses					
Gains on investment assets					
Realised		-	(599,549)	(599,549)	(125,010)
Unrealised	7,10	-	(1,601,547)	(1,601,547)	(516,807)
Effect of foreign exchange rate changes		1,172	(745)	427	(19)
Net movement in funds		(153,466)	(1,740,218)	(1,893,684)	(406,461)
Reconciliation of funds					
Total funds brought forward		47,445	11,372,952	11,420,397	11,826,858
Total funds carried forward		(106,021)	9,632,734	9,526,713	11,420,397

The notes on pages 12 to 16 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 MARK LEONARD TRUST

5 April 2009

BALANCE SHEET

	<i>Notes</i>	2009	2008
		£	£
FIXED ASSETS			
Tangible fixed assets	6	1,061	1,415
Investments	7	<u>9,370,248</u>	<u>11,112,344</u>
		9,371,309	<u>11,113,759</u>
CURRENT ASSETS			
Debtors	8	112,820	10,177
Cash at bank and in hand		<u>474,144</u>	<u>545,425</u>
		586,964	<u>555,602</u>
CURRENT LIABILITIES			
Creditors - amounts falling due within 1 year	9	<u>431,560</u>	<u>248,964</u>
NET CURRENT ASSETS		155,404	306,638
NET ASSETS		<u>9,526,713</u>	<u>11,420,397</u>
CAPITAL FUNDS			
Expendable endowment	10	9,632,734	11,372,952
INCOME FUNDS			
Unrestricted funds	10	(106,021)	47,445
		<u>9,526,713</u>	<u>11,420,397</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 12 to 16 form part of these accounts

THE MARK LEONARD TRUST

5 April 2009

CASH FLOW STATEMENT

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

	2009	2008
	£	£
Net incoming resources	306,985	235,375
Depreciation charge	354	354
(Increase)/decrease in debtors	(102,643)	4,931
Increase/(decrease) in creditors	182,596	(22,253)
Net cash inflow from operating activities	<u>387,292</u>	<u>218,407</u>

CASH FLOW STATEMENT

	2009	2008
	£	£
Net cash inflow from operating activities	387,292	218,407
Capital expenditure and financial investment:		
Purchase of investments	(2,297,331)	(2,879,171)
Sale of investments	1,838,331	2,725,832
Effect of foreign exchange rate changes	427	(19)
	<u>(458,573)</u>	<u>(153,358)</u>
(Decrease)/increase in cash	<u>(71,281)</u>	<u>65,049</u>

Analysis of decrease in cash during the year

	2009	2008	Change in year
	£	£	£
Cash at bank and in hand	474,144	545,425	(71,281)
	<u>474,144</u>	<u>545,425</u>	<u>(71,281)</u>

The notes on pages 12 to 16 form part of these accounts

THE MARK LEONARD 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 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	20,000	5	50,000	13
Other fixed interest	170,765	43	122,168	32
UK equities	200,128	50	203,011	53
Overseas equities	6,720	2	7,064	2
	<u>397,613</u>	<u>100</u>	<u>382,243</u>	<u>100</u>

THE MARK LEONARD TRUST

5 April 2009

NOTES TO THE ACCOUNTS

3. GRANTS PAYABLE

	2009		2008	
	£	£	£	£
Reconciliation of grants payable:				
Commitments at 6 April 2008		229,944		252,808
Grants not accrued at 6 April 2008	86,040		74,567	
Grants approved in the year	590,900		339,855	
Grants cancelled or refunded	(13,000)		(4,000)	
Grants not accrued at 5 April 2009	(163,106)		(86,040)	
Grants payable for the year		500,834		324,382
Grants paid during the year		(331,183)		(347,246)
Commitments at 5 April 2009		<u>399,595</u>		<u>229,944</u>

Commitments at 5 April 2009 are payable as follows:

	2009		2008	
	£	£	£	£
Within one year (note 9)		<u>399,595</u>		<u>229,944</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 £163,106 (2008: £86,040).

The grants payable in the year include the following:

	£
<u>Environment</u>	
The Ashden Awards	50,000
Charles Darwin Trust	40,000
People & Planet	34,480
Envision	24,000
Federation of City Farms and Community Gardens	23,000
Green Light Trust	20,000
Woodland Trust	15,000
Urban Mines Ltd	11,475
Net grants made and cancelled up to £10,000	41,480
<u>Youth Work</u>	
Roundhouse Trust	50,000
Kikass TV	25,000
WorldWide Volunteering for Young People	25,000
East Potential	25,000
Who Cares? Trust	24,916
Intermission Actors	20,000
Grants up to £10,000 were also made	42,700
<u>General</u>	
City University	20,000
Grants up to £10,000 were also made	8,783
Total grants payable per Statement of Financial Activities	<u>500,834</u>

THE MARK LEONARD TRUST

5 April 2009

NOTES TO THE ACCOUNTS

4. ALLOCATION OF SUPPORT COSTS

	Grant- making	Governance	2009 Total Allocated	Grant- making	2008 Governance
	£	£	£	£	£
Staff costs	41,741	2,523	44,264	35,545	2,275
Share of joint office costs	12,080	-	12,080	9,576	-
Direct costs including travel	1,122	-	1,122	1,096	-
Legal and professional fees	4,295	-	4,295	3,274	-
Consultancy	300	-	300	-	-
Depreciation	354	-	354	354	-
Auditors' remuneration	-	3,594	3,594	-	3,584
	59,892	6,117	66,009	49,845	5,859

Included above is £4,295 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	36,033	31,351
Social security costs	4,174	3,653
Other pension costs	4,057	2,816
	44,264	37,820

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. 1.9% of the total support and administration costs of these trusts have been allocated to the Mark Leonard 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 0.9 full time employees were charged to the Mark Leonard Trust in 2008/09 (2007/08 - 0.8).

6. TANGIBLE FIXED ASSETS

Leasehold Improvements

	2009	2008
	£	£
Cost		
At 6 April 2008	3,539	3,539
At 5 April 2009	3,539	3,539
Depreciation		
At 6 April 2008	2,124	1,770
Charge for the year	354	354
At 5 April 2009	2,478	2,124
NET BOOK VALUE		
At 5 April 2009	1,061	1,415
NET BOOK VALUE		
At 5 April 2008	1,415	1,769

THE MARK LEONARD TRUST

5 April 2009

NOTES TO THE ACCOUNTS

7. FIXED ASSET INVESTMENTS

	2009	2008
	£	£
Market value 6 April 2008	11,112,344	11,600,822
Less: Disposals at carrying value	(2,437,880)	(2,850,842)
Add: Acquisitions at cost	2,297,331	2,879,171
Net losses on revaluation	(1,601,547)	(516,807)
Market value 5 April 2009	9,370,248	11,112,344
Historical cost 5 April 2009	9,889,414	9,510,726

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	991,309	942,290	430,056	415,709
Other fixed interest	3,545,563	3,460,850	3,734,221	3,653,119
UK equities	4,108,343	4,023,121	4,065,524	5,716,400
Overseas equities	1,244,199	943,987	1,280,925	1,327,116
	9,889,414	9,370,248	9,510,726	11,112,344

Investments include the following holdings at market value:

CG Portfolio Fund Real Return	£553,394
Eurofima 4.375% 11/2/13	£519,550
GE Capital UK Fund 5.5% 01/04/11	£584,438
Total Capital SA 4.875% 23/12/10	£622,020
UK Treasury Index Linked 1.25% 22/11/17	£511,850

8. DEBTORS

	2009	2008
	£	£
Income tax recoverable	112,820	-
Other debtors	-	10,177
	112,820	10,177

9. CREDITORS - amounts falling due within one year

	2009	2008
	£	£
Grants payable within one year	399,595	229,944
Professional charges	5,910	5,575
Investment management fee	20,353	13,445
Other creditors	5,702	-
	431,560	248,964

THE MARK LEONARD 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	-	1,061	1,061
Investments	-	9,370,248	9,370,248
Current assets	305,186	281,778	586,964
Current liabilities	(411,207)	(20,353)	(431,560)
Total net assets	(106,021)	9,632,734	9,526,713

	Unrestricted Funds	Expendable Endowment	Totals 2009
	£	£	£
Unrealised losses included in the above			
On investment assets (see note below)	-	(519,166)	(519,166)
Total unrealised losses at 5 April 2009	-	(519,166)	(519,166)

Reconciliation of movements in unrealised gains/(losses) on investment assets

Unrealised gains at 6 April 2008	-	1,601,618	1,601,618
Add in respect of disposals in year	-	(519,237)	(519,237)
	-	1,082,381	1,082,381
Add: net losses arising on revaluation in year	-	(1,601,547)	(1,601,547)
Unrealised losses at 5 April 2009, as above	-	(519,166)	(519,166)

THE MARK LEONARD 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 MARK LEONARD TRUST

5 April 2009

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF MARK LEONARD TRUST

We have audited the financial statements of The Mark Leonard 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 9 to 16. These financial statements have been prepared under the historical cost convention and the accounting policies set out on page 12.

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 17.

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

St Bride's House
10 Salisbury Square
London EC4Y 8EH