

ANNUAL REPORT FOR THE YEAR ENDED 5 APRIL 2008

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REPORT OF THE TRUSTEES**Legal and Administrative**

The Monument Trust (No. 242575) was established under a Trust Deed dated 25 March 1965 and became a registered charity on 15 July 1965.

Trustees	Mr S Grimshaw Mr R H Gurney (Retired 22 January 2008) Mrs L Heathcoat-Amory Sir Anthony Tennant
Registered Office	Allington House (First Floor), 150 Victoria Street London SW1E 5AE
Principal Officers	Mr Alan Bookbinder Director Mr Paul Spokes Finance Director Miss Victoria Hornby Executive Dr Patricia Morison Executive Mr Matthew Williams Executive Mr Mark Woodruff 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	BlackRock Investment Management (UK) Ltd Liontrust Asset Management plc 33 King William Street 2 Savoy Court London EC4R 9AS London WC2R 0EZ

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.

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

The Trust is one of the Sainsbury Family Charitable Trusts which share a common administration, but are otherwise independent of each other. The joint office is at Allington House (First Floor), 150 Victoria Street, London SW1E 5AE. The other Sainsbury Family Charitable Trusts which are administered from the Registered Office are as follows:

The Alan and Babette Sainsbury Charitable Fund	The Kay Kendall Leukaemia Fund
The Ashden Trust	The Linbury Trust
The Elizabeth Clark Charitable Trust	The Mark Leonard Trust
The Gatsby Charitable Foundation	The Monument Historic Buildings 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

Review of the Past Year

Last year we reported the death of Simon Sainsbury, who established the Monument Trust more than 40 years ago. The Monument Trust is a major beneficiary of Simon's estate, and in the financial year on which we report, the Trust has received £105.7 million in cash and investments. During 2008/09, the trust will be in receipt of further distributions from Simon's estate, and it is estimated that as a result of Simon's great philanthropy, the income of the Trust and its asset base will eventually be doubled.

At the year end the asset value of the Trust had increased from £131.8 million to £214.9 million, and although income from investments and bank deposits did not have the benefit of Simon's legacy for a full year, it nevertheless increased from £3.6 million to £5.1 million.

A surplus of £2.3 million was brought forward from 2006/07. When added to the net income for the current year, this made £8.5 million available for new grants. Trustees met three times during the year to make grants, which totalled £20 million for the year, and was significantly ahead of available income. Trustees have therefore used some of the Trust's capital to fund that excess. A major grant of £9 million to Dumfries House was funded from capital, and is referred to later in this report. The Trustees envisage making further substantial grants over the coming years, some of which may also be funded from the Trust's capital.

The Trustees also met three times during the year to review the Trust's investments, and intend to diversify the trusts' holdings when appropriate opportunities arise.

Monument's principal activity is to make grants, and it seems appropriate that the running costs of the charity, which comprise support and governance costs, should be reported as a proportion

REPORT OF THE TRUSTEES (continued)**Review of the Past Year (continued)**

of grants paid. On this basis support costs and governance costs accounted for 2.2% and 0.4% respectively of grants paid.

Policies

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

Health and Community Care
Social Development

Arts and Heritage
General

Proposals are generally invited by the Trustees or initiated at their request. Unsolicited applications are not generally encouraged and are unlikely to succeed, unless they closely match the areas in which the Trustees are interested.

The Trustees continue to support a number of arts and environmental projects of national or regional importance. In other areas they prefer to help prove new ideas or methods that can be replicated widely and where possible become self-sustaining. Grants are not normally made to individuals.

There have been no significant changes in the grant-making policies of the Trust over 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. Those expected to be paid within 12 months are accrued in the accounts whilst those due to be paid later than this are not accrued and are referred to in note 4 to the accounts, and amount to £5.50 million. They represent funds earmarked for continued support to certain existing beneficiaries, although formal commitments have not yet been made. Cash flow projections for income and expenditure are regularly reviewed to ensure that the level of available reserves is adequate and that the Trust is in a position to meet all its commitments.

The Trustees consider that when possible it is appropriate to hold 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. The surplus on unrestricted reserves at 5 April 2008 was £1.14 million (2007: £2.32 million). However, in the unlikely event that the Trustees find themselves unable to meet current commitments from unrestricted reserves, they would be willing to draw on expendable endowment in order to meet those commitments, as they see fit.

REPORT OF THE TRUSTEES (continued)**Reserves Policy (continued)**

Although Trustees recognise that it would be imprudent to anticipate future income, it remains their intention to fund grant payments in future periods primarily from income arising in those periods. Other resources remain available to them should there be any shortfall in that income. The Trustees have however commented previously on the distortion to the true level of available reserves that the accounting regulations require the trust to adopt. If the reserves are adjusted to remove those commitments which are likely to be met from future income, the revised level would show an increase of £1.89 million to £6.26 million.

Investment Policy and Performance

The Trust employs two investment managers. The larger discretionary fund was managed by BlackRock Investment Management (UK) Limited, who is instructed to seek to maximise long-term total return by investing in a well diversified and balanced portfolio of equities, bonds and cash. In doing so, the manager should have commensurate regard to the fact that these are charitable funds.

The smaller portfolio managed by Liontrust Asset Management plc was invested solely in UK equities to provide both capital growth and an enhanced income. The Trustees regularly meet the investment managers to discuss strategy and review performance.

The funds managed by BlackRock outperformed the benchmark, whilst funds managed by Liontrust performed in line with their benchmark for the year under review. Significant disposals in the year resulted in realised losses totalling £0.94 million overall, whilst unrealised losses of £11.34 million reflect the decline in stock markets over the year.

The trustees have continued to diversify the portfolio as suitable investment opportunities are identified.

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. The Trustees 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.

REPORT OF THE TRUSTEES (continued)**GRANTS APPROVED**

The Trustees approved grants with a total value of £19,963,500, some payable over more than one year, which may be analysed by number and value as follows;

	Grants Approved	Value £
Health and Community Care	25	2,319,500
Arts and Heritage	34	14,195,100
Social Development	25	3,346,900
General	2	102,000
	<u>86</u>	<u>19,963,500</u>

HEALTH AND COMMUNITY CARE - £2,319,500

Aidspan £500,000 over three years towards provision of technical support for recipients of grants from the Global Fund to Fight AIDS, Tuberculosis and Malaria.

Brain Research Trust £30,000 to cover the costs of a fundraising art auction.

Crusaid £200,000 - £150,000 over three years towards the National Hardship Fund for disbursement to HIV-positive people in poverty, £40,000 towards developing the remit and reach of this Fund to meet the needs of people in rural areas and £10,000 towards the cost of the 2008 HIV and Poverty conference (3 grants).

Help the Hospices £800,000 over four years for a national programme to develop modern hospice leadership for up to 150 senior hospice staff.

HIV i-Base £90,000 over two years for provision of treatment information to professionals and patients.

HIV Scotland £52,500 over two years towards a project officer to take forward development of the charity's user-led information and support website.

Hospice Association of the Witwatersrand £120,000 over three years towards the Soweto home care programme.

HEALTH AND COMMUNITY CARE (continued)

Keystone Development Trust £40,000 – a final grant for Imagine, an initiative based on using local museums and the arts to foster a sense of discovery and imagination in children.

Lemos & Crane £35,000 to complete a study on effective strategies for reducing teenage pregnancy.

National AIDS Trust £100,000 over two years towards the review of social care and policy and public affairs work in the areas of HIV prevention, standards in health and social care, HIV and poverty and HIV and the law.

Positively Women £40,000 towards the peer support service.

Revolving Doors Agency £120,000 over two years towards exploring new ways to help people with a personality disorder and drug or alcohol problems achieve settled lives.

United Kingdom Community Advisory Board £135,000 over three years to engage a coordinator and develop a network of expert HIV treatment advocates.

Waverley Care £25,000 for support services provided at SOLAS.

A further nine grants of £10,000 or under were also made in this category.

ARTS AND HERITAGE - £14,195,100

Art Fund £9,000,000 towards the purchase of Dumfries House, its estates and contents and associated costs.

Bowes Museum Trust £500,000 towards the renovation of the Bowes Museum.

Burlington Magazine £500,000 towards the endowment fund and running costs.

Chelsea Physic Garden £90,000 over three years towards the salary of the head of education.

Christ Church, Spitalfields £100,000 towards the organ restoration.

City of London Corporation £8,000 towards a historic planting scheme for Keats House, Hampstead.

Friends of Holy Trinity Church, Sloane Street £185,600 towards alterations to improve conditions for visitors and volunteers, and associated costs (2 grants).

Friends of Pallant House £180,000 over three years towards core costs.

ARTS AND HERITAGE (continued)

Great North Museum £150,000 towards completion of the Great North Museum, Newcastle-upon-Tyne.

Heritage Works Buildings Preservation Trust Ltd £37,500 towards core costs.

Norwich Theatre Royal £70,000 over three years – £50,000 for the capital appeal and £20,000 for the education department.

Painshill Park Trust £85,000 for two purposes – essential maintenance and enabling work for restoration of the Temple of Bacchus.

Penicuik House Preservation Trust £104,000 towards consolidation of the fabric of the ruin and restoration of the gardens.

The Place £50,000 towards the capital appeal for new studios.

Public Catalogue Foundation £160,000 over two years towards core costs.

Royal Opera House Foundation £100,000 towards a new production of Don Carlo.

William Smith Museum of Geology £30,000 towards the completion of the Rotunda.

Sadler's Wells Trust £20,000 towards general costs.

Ulster Museum £150,000 towards the refurbishment appeal.

Victoria & Albert Museum £2,000,000 over three years towards the Medieval and Renaissance Galleries.

Wells Cathedral £250,000 over two years towards the final phases of the redevelopment project.

Whitechapel Art Gallery £50,000 towards expansion of the gallery.

Wigmore Hall £100,000 towards the appeal to purchase the lease.

Wordsworth Trust £215,000 towards improvements to visitor facilities and other works.

Yorkshire Ballet Seminars £20,000 towards running costs.

A further nine grants of £10,000 or under were also made in this category.

SOCIAL DEVELOPMENT - £3,346,900

Cardboard Citizens £60,000 over three years towards development of a new drama-based programme.

Crisis £75,000 over three years towards work with homeless women.

Eastside Young Leaders' Academy £120,000 over three years towards core costs.

Escape Artists £105,000 over three years towards core costs.

Hampton Trust £105,000 over three years towards developing detached youth work with young women.

Koestler Award Trust £77,000 over three years towards the costs of engaging a development manager.

Flipside (Lambeth Crime Prevention Trust) £120,000 over three years towards Flipside's youth work management capacity.

Lambeth Mediation Service £125,000 over two years towards exploring victim-offender mediation, and towards the Chief Executive's salary.

Lemos & Crane £194,700 over two years towards development of a new on-line resource for dissemination of good practice on work with offenders.

Lloyds TSB Foundation for Scotland £1,050,000 over three years towards Inspiring Scotland, a programme which will provide long-term support for charities using a 'venture philanthropy' model.

London Youth Support Trust £124,000 over two years towards the charity's offender resettlement and accommodation programme.

Matrix Research £30,000 towards developing a toolkit on the costs and effects of reoffending.

National Association for the Care & Resettlement of Offenders £120,000 over three years towards the costs of an additional worker in the prison resettlement team.

Penal Affairs Consortium £72,000 over three years towards a campaign director and a network co-ordinator.

Prince's Trust £174,000 over three years towards the costs of a coordinator and direct support to ex-offender supporters in the south-east of England.

THE MONUMENT TRUST

5 April 2008

SOCIAL DEVELOPMENT (continued)

PSS £183,000 over four years to pilot adult placement for young offenders in North Wales and Scotland.

ReRun £72,000 over two years towards the costs of an additional worker.

SE1 United £100,000 over four years towards core costs of this youth work charity.

Stonewall £20,000 towards core costs.

Waterloo Green Trust £37,500 towards the lead officer's salary and costs of running Waterloo Green (2 grants).

Young Enterprise Scotland £78,000 over three years to offer the Mean Business commerce training scheme to young people in Scotland's YOIs and local authority secure training units.

Judge Business School, University of Cambridge £300,000 over three years towards bursaries for MBA scholars from the not-for-profit sector.

A further two grants of £10,000 or under were also made in this category.

GENERAL – £102,000

Ashden Awards for Sustainable Energy £99,000 towards the costs of commissioning short documentaries.

One further grant of £3,000 was also made in this category.

CANCELLED GRANTS

Undrawn balances of grants totalling £35,500 were cancelled during the year because they were no longer required for the purpose for which they had been awarded.

Approved by the Board of Trustees onand signed on their behalf by

.....TRUSTEE

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 5 APRIL 2008

	<i>Notes</i>	Unrestricted Funds	Expendable Endowment	Total Funds 2008	Total Funds 2007
		£'000	£'000	£'000	£'000
Income and Expenditure					
Incoming resources					
Investment income	3	4,850	-	4,850	3,395
Bank deposit interest		256	-	256	252
Donation received	2	1,380	105,720	107,100	2,448
Total incoming resources		6,486	105,720	112,206	6,095
Resources expended					
Cost of generating funds					
Investment management fees		-	(28)	(28)	(93)
Charitable activities					
Grant expenditure	4	7,330	9,000	16,330	2,506
Grant related support costs	6	290	-	290	230
Cost of grant-making		7,620	9,000	16,620	2,736
Governance costs	6	50	-	50	28
Total resources expended		7,670	8,972	16,642	2,671
Net incoming/(outgoing) resources		(1,184)	96,748	95,564	3,424
Other Recognised Gains and Losses					
(Losses)/gains on investment assets					
Realised		-	(943)	(943)	4,293
Unrealised	8	-	(11,340)	(11,340)	5,975
Net movement in funds		(1,184)	84,465	83,281	13,692
Funds brought forward at 6 April 2007		2,324	129,495	131,819	118,127
Balances carried forward at 5 April 2008		1,140	213,960	215,100	131,819

The notes on pages 14 to 20 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.

BALANCE SHEET

	Notes	2008	2007
		£'000	£'000
FIXED ASSETS			
Tangible fixed assets	5	27	34
Investments	8	213,282	129,039
		213,309	129,073
CURRENT ASSETS			
Debtors	9	920	329
Cash at bank and in hand		6,286	4,505
		7,206	4,834
Creditors - amounts falling due within 1 year	10	5,415	2,088
Net Current Assets		1,791	2,746
NET ASSETS		215,100	131,819
Capital Fund			
Expendable endowment	11	213,960	129,495
Income Funds			
Unrestricted fund	11	1,140	2,324
		215,100	131,819

The financial statements were approved and authorised for issue by Trustees on.....
and were signed on their behalf by:

.....)
) TRUSTEE
)

The notes on pages 14 to 20 form part of these accounts

CASH FLOW STATEMENT

FOR THE YEAR ENDED 5 APRIL 2008

RECONCILIATION OF CHANGES IN RESOURCES TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2008	2007
	£'000	£'000
Net incoming resources	95,564	3,424
Depreciation charges	6	6
Gain on disposal of tangible fixed assets	-	2
(Increase)/decrease in debtors	(591)	40
Increase/(decrease) in creditors	3,327	(798)
Net cash inflow from operating activities	<u>98,306</u>	<u>2,674</u>

CASH FLOW STATEMENT

	2008	2007
	£'000	£'000
Net cash inflow from operating activities	98,306	2,674
Capital expenditure and financial investment		
Sale of tangible fixed assets	-	26
Purchase of investments	(149,493)	(62,286)
Sale of investments	<u>52,968</u>	<u>60,041</u>
	(96,525)	(2,219)
Increase in cash	<u>1,781</u>	<u>455</u>

Analysis of increase in cash during the year

	2008	2007	Change in
	£'000	£'000	year
	£'000	£'000	£'000
Cash at bank and in hand	6,286	4,505	1,781
	<u>6,286</u>	<u>4,505</u>	<u>1,781</u>

The notes on pages 14 to 20 form part of these accounts

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) Depreciation

All long-lasting assets for the charity's use and costing more than £100 are capitalised.

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

The following rates have been used:

Leasehold improvements	10% per annum
Fixtures and fittings	15% on w.d.v.

A full year's depreciation is charged in the year of acquisition and none in the year of disposal.

b) 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.

c) 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 not accrued (see note 4).

d) 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.

e) 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.

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) Charitable activities

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

h) Fund accounting

Details of the nature and purpose of each fund is set out in note 12.

NOTES TO THE ACCOUNTS (continued)

2. DONATIONS

During the year the Trust received interim distributions of £105,720,000 from the residuary estate of the late Simon Sainsbury and other receipts of £1,379,684 on account of income also arising from the estate.

3. INVESTMENT INCOME

Income received on investments may be analysed as follows:

	2008		2007	
	£'000	%	£'000	%
Quoted				
Fixed interest	893	18.4	669	19.7
U.K. Equities	2,921	60.2	2,274	67.0
Overseas Equities	135	2.8	138	4.1
Short Term Securities	901	18.6	314	9.2
	4,850	100.0	3,395	100.0

4. GRANTS PAYABLE

	2008		2007	
	£'000	£'000	£'000	£'000
Reconciliation of grants payable:				
Commitments at 6 April 2007		2,037		2,624
Grants not accrued at 6 April 2007	1,899		1,101	
Grants approved in the year	19,964		3,372	
Grants cancelled, refunded or amended	(36)		(68)	
Grants not accrued at 5 April 2008	(5,497)		(1,899)	
Grants payable for the year		16,330		2,506
Grants paid during the year		(13,256)		(3,093)
Commitments at 5 April 2008		5,111		2,037

Commitments at 5 April 2008 are payable as follows:

	2008		2007	
	£'000	£'000	£'000	£'000
Within one year (note 10)		5,111		2,037

Grants not accrued

In addition to the amounts committed and accrued noted above, the Trustees have also authorised grants which are subject to their being satisfied that the recipient has fulfilled certain conditions. The total amount authorised but not accrued as expenditure at 5 April 2008 was £5,497,325 (2007: £1,899,502).

NOTES TO THE ACCOUNTS (continued)

4. GRANTS PAYABLE (continued)

The amount payable in the year includes the following:

	£
<u>Health & Community Care</u>	
Aidspan	420,473
Crusaid	150,000
Help the Hospices	150,000
Revolving Doors Agency	120,000
HIV I-Base	90,000
National Aids Trust	60,000
United Kingdom Community Advisory Board	45,000
Hospice Association of the Witwatersrand	40,000
Keystone Development Trust	40,000
Positively Women	40,000
 <u>Arts and Environment</u>	
Art Fund	9,000,000
Victoria & Albert Museum	670,000
Bowes Museum Trust	500,000
Wells Cathedral	250,000
Wordsworth Trust	215,000
Burlington Magazine	200,000
Friends of Holy Trinity Church, Sloane Street	185,600
Public Catalogue Foundation	160,000
Painshill Park Trust	155,000
Great North Museum	150,000
Ulster Museum	150,000
Friends of Pallant House	120,000
Penicuik House Preservation Trust	104,000
Christ Church, Spitalfields	100,000
Royal Opera House Foundation	100,000
Wigmore Hall	100,000
Chelsea Physic Garden	60,000
Norwich Theatre Royal	60,000
The Place, Euston	50,000
Whitechapel Art Gallery	50,000

NOTES TO THE ACCOUNTS (continued)

4. GRANTS PAYABLE (continued)

£

Social Development

Lloyds TSB Foundation for Scotland	350,000
Lemos & Crane	194,700
Lambeth Mediation Service	125,000
Prince's Trust	117,000
Judge Business School, University of Cambridge	100,000
Lambeth Crime Prevention Trust	80,000
ReRun	72,000
Hampton Trust	69,000
PSS	67,000
Escape Artists	62,000
London Youth Support Trust	62,000
Koestler Award Trust	60,000
Young Enterprise Scotland	54,000
Crisis	50,000
SE1 United	50,000
Penal Affairs Consortium	48,000
Cardboard Citizens	40,000
Eastside Young Leaders' Academy	40,000
National Association for the Care & Rehabilitation of Offenders	40,000

General

The Ashden Awards	99,000
Other grants payable not included above	1,015,404
Total grants payable per Statement of Financial Activities	<u><u>16,330,177</u></u>

5. TANGIBLE FIXED ASSETS

	Leasehold Improvement	Computer Equipment	Fixtures & Fittings	Total
	£'000	£'000	£'000	£'000
COST				
Balance at 6 April 2007	63	23	4	90
Disposals	-	(23)	(4)	(27)
Balance at 5 April 2008	<u>63</u>	<u>-</u>	<u>-</u>	<u>63</u>
DEPRECIATION				
Balance at 6 April 2007	30	23	3	56
Charge for the year	6	-	-	6
On disposals	-	(23)	(3)	(26)
Balance at 5 April 2008	<u>36</u>	<u>-</u>	<u>-</u>	<u>36</u>
NET BOOK VALUE				
At 5 April 2008	<u>27</u>	<u>-</u>	<u>-</u>	<u>27</u>
NET BOOK VALUE				
At 5 April 2007	<u>33</u>	<u>-</u>	<u>1</u>	<u>34</u>

NOTES TO THE ACCOUNTS (continued)

6. ALLOCATION OF SUPPORT COSTS

	Grant-making	Governance	Total allocated	2008	2007
	£'000	£'000	£'000	£'000	Total
					£'000
Staff costs	227	5	232		172
Office costs	56	-	56		55
Consultancy	1	-	1		2
Depreciation	6	-	6		6
	<u>290</u>	<u>5</u>	<u>295</u>		<u>235</u>
Legal fees	-	36	36		15
Auditor's remuneration	-	9	9		8
	<u>290</u>	<u>50</u>	<u>340</u>		<u>258</u>

The auditor's remuneration consisted solely of the audit fee of £9,106 (2007: £8,536).

No Trustee received emoluments (2007: £nil) or expenses in the year (2007: £nil).

7. ANALYSIS OF STAFF COSTS

	2008	2007
	£'000	£'000
Staff costs:		
Wages and salaries	193	143
Social security costs	22	17
Other pension costs	17	12
	<u>232</u>	<u>172</u>

No employee in either year had emoluments in excess of £60,000.

As mentioned in note 1(e), the Trust is one of the Sainsbury Family Charitable Trusts which share a joint administration at the Registered Office. 10.1% of the total running costs of the Registered Office have been allocated to The Monument Trust, including a proportionate share of the costs of employing the total number of staff serving in the office in 2007/08. Staff costs equivalent to 3.7 full time employees were charged to the Monument Trust (2006/07: 3.3 staff). Included in staff costs are contributions to money purchase pension schemes.

NOTES TO THE ACCOUNTS (continued)

8. FIXED ASSET INVESTMENTS

	<u>2008</u>	<u>2007</u>
	<u>£'000</u>	<u>£'000</u>
Market value 6 April 2007	129,039	116,526
Less: Disposals at book value	(53,910)	(55,748)
Add: Acquisitions at cost	149,493	62,286
Net (losses)/gains on revaluation 5 April 2008	(11,340)	5,975
Market value 5 April 2008	<u><u>213,282</u></u>	<u><u>129,039</u></u>
Historical cost 5 April 2008	<u><u>208,258</u></u>	<u><u>108,762</u></u>

The investments held as at 5 April 2008 were as follows:

	2008		2007	
	Cost	Market Value	Cost	Market Value
	<u>£'000</u>	<u>£'000</u>	<u>£'000</u>	<u>£'000</u>
Direct investment in listed U.K. and overseas securities				
Fixed interest	16,419	15,864	15,759	15,217
U.K. equities	143,062	143,761	68,216	83,202
Overseas equities	18,243	23,123	17,092	22,925
Short term securities	30,534	30,534	7,695	7,695
	<u><u>208,258</u></u>	<u><u>213,282</u></u>	<u><u>108,762</u></u>	<u><u>129,039</u></u>

U.K.equities include investment in J Sainsbury plc which at 5 April 2008 had a market value of £62,214,863, and Liontrust First Income Fund which had a market value of £15,714,740. Fixed interest include investment in Charinco distribution units which had a market value of £13,008,154. Short term securities consists of investment in the Institutional Liquidity Fund with a market value of £30,534,000.

9. DEBTORS

	<u>2008</u>	<u>2007</u>
	<u>£'000</u>	<u>£'000</u>
Income tax recoverable	4	3
Loans	200	200
Other debtors	716	126
	<u><u>920</u></u>	<u><u>329</u></u>

10. CREDITORS

	<u>2008</u>	<u>2007</u>
	<u>£'000</u>	<u>£'000</u>
Other creditors	269	32
Professional charges	35	19
Grants payable within one year	5,111	2,037
	<u><u>5,415</u></u>	<u><u>2,088</u></u>

NOTES TO THE ACCOUNTS (continued)

11. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds	Expendable Endowment	Totals 2008
	£'000	£'000	£'000
Fund balances at 5 April 2008 are represented by			
Tangible fixed assets	-	27	27
Investments	-	213,282	213,282
Current assets	6,308	898	7,206
Current liabilities	(5,168)	(247)	(5,415)
Total net assets	1,140	213,960	215,100

Unrealised gains included in the above

On investment assets (see note below)	-	5,124	5,124
Total unrealised gains at 5 April 2008	-	5,124	5,124

Reconciliation of movements in unrealised gains on investment assets

Unrealised gains at 6 April 2007	-	20,277	20,277
Deduct in respect of disposals in year	-	(3,813)	(3,813)
	-	16,464	16,464
Deduct: net losses arising on revaluation in year	-	(11,340)	(11,340)
Unrealised gains at 5 April 2008, as above	-	5,124	5,124

12. Funds

The convention applied here is to list as **Unrestricted Funds** the income currently held by the Trustees from the current and previous years.

Expendable Endowment represents those assets held by the Trustees principally as investments. Investment management fees are charged against the fund.

Both categories of funds are available for the Trustees to use in accordance with the charitable objects of the Trust.

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.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF MONUMENT TRUST

We have audited the financial statements of Monument Trust for the year ended 5 April 2008 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and the related notes set out on pages 11 to 20. These financial statements have been prepared under the historical cost convention and the accounting policies set out on page 14.

This report is made solely to the charity trustees, as a body, in accordance with section 43 of the Charities Act 1993 and regulations made under section 44 of that Act. Our audit work has been undertaken so that we might state to the charity's Trustees those matters we are required to state to them in an 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 21.

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.

Unqualified 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 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.

Horwath Clark Whitehill LLP
Chartered Accountants and Registered Auditors
Date

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