

**THE THREE GUINEAS TRUST**

ANNUAL REPORT

5 APRIL 2009

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



**THE THREE GUINEAS TRUST**  
**5 April 2009**

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# THE THREE GUINEAS 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 Mark Leonard Trust
The Gatsby Charitable Foundation	The Monument Trust
The Glass-House Trust	The Monument Historic Buildings Trust
The Headley Trust	The Staples Trust
The Indigo Trust	The Tedworth Trust
The Jerusalem Trust	The True Colours Trust
The J J Charitable Trust	The Woodward Charitable Trust

### POLICIES

#### Scope of grant-making

The Trustees do not at present wish to invite applications, except in the field of autism and Asperger Syndrome, where they will examine unsolicited proposals alongside those that result from their own research and contacts with expert individuals and organisations working in this field. The Trustees prefer to support innovative schemes that can be successfully replicated or become self-sustaining. The Trustees are also keen that, wherever possible, schemes supporting adults and young people on the autistic spectrum should include clients/service users in decision-making.

Trustees do not fund research except where it has an immediate benefit.

Grants are not normally made to individuals.

This year the Trustees extended their grant-making to the field of climate change and its consequences. They made a large grant to the University of Cambridge to construct a new global economic model of a world free from dependence on carbon.

#### Reserves Policy

In the year under review, there was a deficit of income over expenditure on unrestricted funds, of £1,954,173. This has been funded by a transfer from expendable endowment. The Trustees are ready to fund grant commitments from expendable endowment whenever this may be necessary in the future.

Although some grants have been accrued, others totalling £1,064,887 have not been provided for in the Statement of Financial Activities as they are due to be paid more than twelve months after the year end. They represent funds earmarked for continued support to certain existing beneficiaries, although formal commitments have not yet been made.

## **THE THREE GUINEAS TRUST**

### **5 April 2009**

The Trustees regularly review cash flow projections for income and expenditure, to ensure that the level of disposable net assets is adequate and that the Trust is in a position to meet all its commitments.

#### **Investment Policy and Performance**

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

#### **Risk Assessment**

The Trustees have examined the major strategic, business and operational risks to which the Trust may be exposed. Through the joint office of the Sainsbury Family Charitable Trusts, 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 information contained in this annual report, about the Trust's aims, activities and achievements in the areas of interest that the Trust supports, demonstrates the benefit to its beneficiaries, and through them to the public, that arise from those activities.

#### **Advisers**

The Trustees are advised by:

Dr Lorna Wing  
Professor Uta Frith  
Bethan Rigby

#### **Review of the past year**

During the year, the Trustees have focused on projects in the fields of climate change, autism and Asperger Syndrome.

The Trustees are developing their policies in consultation with specialists in the relevant fields with the support of the staff in the joint office of the Sainsbury Family Charitable Trusts.

### **Grants Approved**

**Autism and Asperger Syndrome - £602,065**

Autism Cymru - £89,316

Towards an all-Wales project on Autistic Spectrum Disorders and the criminal justice system.

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Autistic Way Inc Smart Kids OK - £35,306

Towards staff costs and equipment.

Autscape - £5,000

Annual retreat-style conference organised by people with Autistic Spectrum Disorders for themselves.

Firsthand - £21,000

Towards a specialist sitter service for children with Autistic Spectrum Disorders, with a view to achieving sustained, increased capacity paid for by statutory funding.

Full of Life - £20,000

For the 2008 activity programme.

National Autistic Society (NAS) - £135,000

To pilot an individual budgets advisory service.

North Staffs Asperger/Autism Association (NSAAA) - £12,500

Towards renewing and improving its IT equipment, and running IT groups for people with Asperger Syndrome and Autistic Spectrum Disorders for 12 months.

Project Ability - £16,054

Towards repeating a creative programme for young people aged 18-25 with Autistic Spectrum Disorders.

SACAR - £101,643

For the Leeds centre manager.

Sussex Autistic Society - £166,246

For development of its respite service in Sussex.

**Climate Change - £2,480,179**

University of Cambridge - £2,480,179

Development by Cambridge Centre for Climate Change Mitigation Research (4CMR) of a new global economic model of decarbonisation.

**General - £5,000**

The Sainsbury Archive - £5,000

Archive running costs.

Approved by the Trustees on 17 November 2009 and signed on their behalf by:

.....  
TRUSTEE

# THE THREE GUINEAS TRUST

## 5 April 2009

### Financial Review

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

The Settlor made a further generous gift to the trust amounting to £1,282,051. The asset value of the Trust decreased from £14.4 million at 5 April 2008 to £10.6 million at 5 April 2009, a fall of 26.6%. This is mainly due to deteriorating stock markets globally and is reflected in the SOFA by an unrealised loss on investments of £3.1 million (2008, £1.3 million). Additionally, the trust awarded a significant grant within the new Climate Change category.

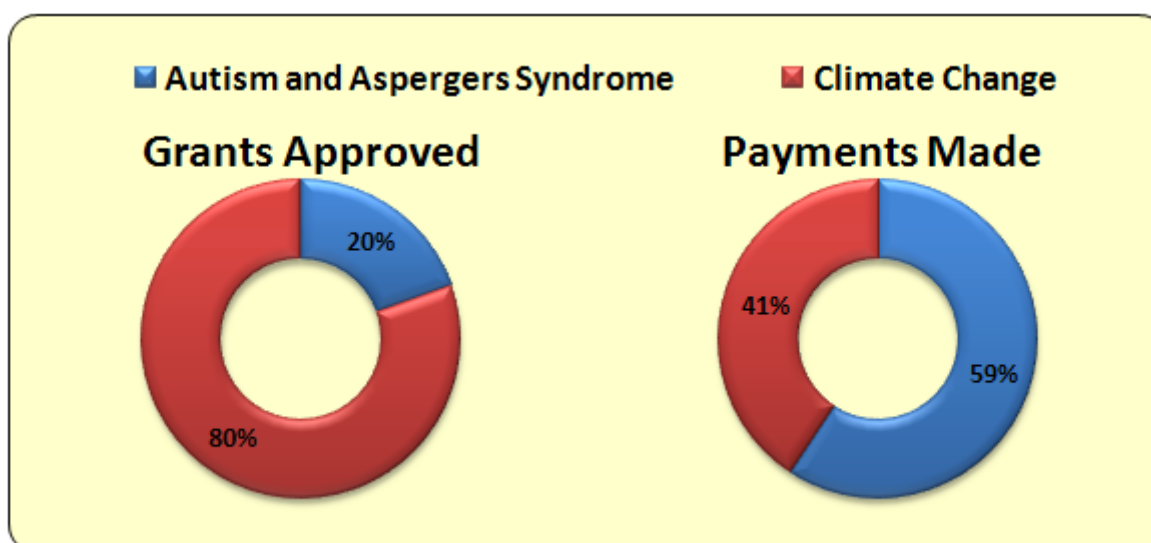
Total incoming resources on unrestricted funds for the year were £341,441, an 18.9% decrease on the previous year, due to poor market conditions and a rapid drop in interest rates.

During the year the Trustees approved 13 grants totalling £3,087,244 some of which are payable over more than one year. At the end of the year, outstanding commitments which were entered into during 2008/09 and earlier years, and which are not provided for in the accounts, amounted to £1,064,887 (see note 3). The Trustees continue to approve grants worth significantly more than the income for the corresponding period, in accordance with the approach set out above in their Reserves Policy.

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

Autism and Aspergers Syndrome  
Climate Change  
General

Grants Approved			Payments made	
Number	£	%	£	%
10	602,065	20%	588,575	59%
2	2,480,179	80%	404,355	41%
1	5,000	0%	667	0%
<b>13</b>	<b>3,087,244</b>	<b>100%</b>	<b>993,597</b>	<b>100%</b>



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**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		-	1,282,051	1,282,051	-
Investment income	2	223,896	-	223,896	246,568
Bank deposit interest		8,486	-	8,486	8,041
Interest on short term deposits		109,059	-	109,059	166,526
<b>Total incoming resources</b>		<b>341,441</b>	<b>1,282,051</b>	<b>1,623,492</b>	<b>421,135</b>
<b>Resources expended</b>					
<b>Cost of generating funds:</b>					
Investment management costs		-	55,505	55,505	34,726
<b>Charitable activity</b>					
Grant-making:					
Grant expenditure	3	2,222,579	-	2,222,579	468,552
Grant related support costs	4	67,822	-	67,822	63,452
Cost of grant-making		2,290,401	-	2,290,401	532,004
Governance costs	4	5,213	-	5,213	4,973
<b>Total resources expended</b>		<b>2,295,614</b>	<b>55,505</b>	<b>2,351,119</b>	<b>571,703</b>
Net resources expended before transfers		(1,954,173)	1,226,546	(727,627)	(150,568)
<b>Transfers</b>					
Gross transfers between funds		1,954,173	(1,954,173)	-	-
Net resources before other recognised gains and losses		-	(727,627)	(727,627)	(150,568)
<b>Other Recognised Gains and Losses</b>					
(Losses) and gains on investment assets					
Realised		-	1,376	1,376	23,912
Unrealised	7,10	-	(3,103,600)	(3,103,600)	(1,334,062)
Net movement in funds		-	(3,829,851)	(3,829,851)	(1,460,718)
<b>Reconciliation of funds</b>					
Total funds brought forward		-	14,417,026	14,417,026	15,877,744
Total funds carried forward		-	10,587,175	10,587,175	14,417,026

The notes on pages 10 to 14 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.

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**BALANCE SHEET**

	<i>Notes</i>	<b>2009</b>	<b>2008</b>
		£	£
<b>FIXED ASSETS</b>			
Tangible fixed assets	<b>6</b>	3,000	4,000
Investments	<b>7</b>	12,128,294	14,739,953
		<u>12,131,294</u>	<u>14,743,953</u>
<b>CURRENT ASSETS</b>			
Debtors	<b>8</b>	292,113	16,900
Cash at bank and in hand		85,046	151,065
		<u>377,159</u>	<u>167,965</u>
<b>CURRENT LIABILITIES</b>			
Bank overdraft		188,739	-
Creditors - amounts falling due within 1 year	<b>9</b>	1,732,539	494,892
		<u>1,921,278</u>	
<b>NET CURRENT LIABILITIES</b>		(1,544,119)	(326,927)
<b>NET ASSETS</b>		<u>10,587,175</u>	<u>14,417,026</u>
<b>CAPITAL FUNDS</b>			
Expendable endowment	<b>10</b>	10,587,175	14,417,026
<b>INCOME FUNDS</b>			
Unrestricted funds	<b>10</b>	-	-
		<u>10,587,175</u>	<u>14,417,026</u>

The financial statements were approved and authorised for issue by the Trustees on 17 November 2009 and were signed on their behalf by :

..... TRUSTEE

The notes on pages 10 to 14 form part of these accounts

**THE THREE GUINEAS TRUST**  
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**CASH FLOW STATEMENT**

**RECONCILIATION OF NET OUTGOING RESOURCES TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	<u>2009</u>	<u>2008</u>
	£	£
Net outgoing resources	(727,627)	(150,568)
Depreciation charge	1,000	1,000
Increase in debtors	(275,213)	(4,671)
Increase/(decrease) in creditors	1,237,647	(16,418)
Net cash inflow/(outflow) from operating activities	<u>235,807</u>	<u>(170,657)</u>

**CASH FLOW STATEMENT**

	<u>2009</u>	<u>2008</u>
	£	£
Net cash inflow/(outflow) from operating activities	235,807	(170,657)
Capital expenditure and financial investment:		
Purchase of investments	(723,606)	(567,708)
Sale of investments	<u>233,041</u>	<u>2,317,771</u>
	(490,565)	1,750,063
(Decrease)/increase in cash	<u>(254,758)</u>	<u>1,579,406</u>

**Analysis of decrease in cash during the year**

	<u>2009</u>	<u>2008</u>	<u>Change in year</u>
	£	£	£
Cash at bank and in hand	(103,693)	151,065	(254,758)
	<u>(103,693)</u>	<u>151,065</u>	<u>(254,758)</u>

The notes on pages 10 to 14 form part of these accounts

# THE THREE GUINEAS 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.

Leasehold improvements - 10% per annum

#### 2. INVESTMENT INCOME

Income received on investments may be analysed as follows:

	2009		2008	
	£	%	£	%
UK fixed interest	82,838	37	83,625	34
UK equities	129,784	58	139,226	56
Overseas equities	11,274	5	23,717	10
	<b>223,896</b>	<b>100</b>	<b>246,568</b>	<b>100</b>

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**NOTES TO THE ACCOUNTS**

**3. GRANTS PAYABLE**

	2009	2008
	£	£
<b>Reconciliation of grants payable:</b>		
Commitments at 6 April 2008	471,083	510,771
Grants not accrued at 6 April 2008	200,222	299,230
Grants approved in the year	3,087,244	379,544
Grants cancelled or refunded	-	(10,000)
Grants not accrued at 5 April 2009	(1,064,887)	(200,222)
<b>Grants payable for the year</b>	<b>2,222,579</b>	<b>468,552</b>
Grants paid during the year	(993,597)	(508,240)
Commitments at 5 April 2009	<u>1,700,065</u>	<u>471,083</u>

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

	2009	2008
	£	£
Within one year (note 9)	<u>1,700,065</u>	<u>471,083</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 £1,064,887 (2008: £200,222).

Grants payable in the year were:

	£	£
<b><u>Autism and Aspergers Syndrome</u></b>		<b><u>Climate Change</u></b>
National Autistic Society (NAS)	90,000	University of Cambridge
Autism Cymru	89,315	1,629,499
SACAR	82,495	<b><u>General</u></b>
Sussex Autistic Society	55,415	The Sainsbury Archive
Asperger East Anglia	49,644	3,166
Autistic Way Inc Smart Kids OK	35,306	
Brighton & Hove Advocacy	35,000	
Assert	27,500	
Autism West Midlands	26,879	
Firsthand	21,000	
Full of Life	20,000	
Action for ASD	15,000	
North Staffs Asperger/Autism Association (NSAAA)	12,500	
Project Ability	10,440	
Wandsworth Contact a Family	7,230	
Autism Bedfordshire	5,000	
Autscape	5,000	
Wirral Autistic Society	2,190	

Total grants payable per Statement of Financial Activities 2,222,579

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**NOTES TO THE ACCOUNTS**

**4. ALLOCATION OF SUPPORT COSTS**

	<b>Grant- making</b>	<b>Governance</b>	<b>2009 Total Allocated</b>	<b>Grant- making</b>	<b>2008 Governance</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Staff costs	37,955	2,510	40,465	37,713	2,270
Share of joint office costs	12,795	-	12,795	11,265	-
Direct costs including travel	476	-	476	522	-
Legal and professional fees	8,123	-	8,123	7,291	-
Consultancy	7,473	-	7,473	5,661	-
Depreciation	1,000	-	1,000	1,000	-
Auditors' remuneration	-	2,703	2,703	-	2,703
	<b>67,822</b>	<b>5,213</b>	<b>73,035</b>	<b>63,452</b>	<b>4,973</b>

Included above is £8,123 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**

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Salaries and wages	32,940	33,144
Social security costs	3,816	3,862
Other pension costs	3,709	2,977
	<b>40,465</b>	<b>39,983</b>

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. 1.8% of the total support and administration costs of these trusts have been allocated to the Three Guineas Trust, including a proportionate share of the costs of employing the total number of staff serving in the office in 2008/09. Staff costs equivalent to 0.6 full time employees were charged to the Three Guineas Trust in 2008/09 (2007/08 - 0.7).

**6. TANGIBLE FIXED ASSETS**

**Leasehold Improvements**

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
<b>Cost</b>		
At 6 April 2008	10,000	10,000
At 5 April 2009	10,000	10,000
<b>Depreciation</b>		
At 6 April 2008	6,000	5,000
Charge for the year	1,000	1,000
At 5 April 2009	7,000	6,000
<b>NET BOOK VALUE</b>		
At 5 April 2009	3,000	4,000
<b>NET BOOK VALUE</b>		
At 5 April 2008	4,000	5,000

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**5 April 2009**

**NOTES TO THE ACCOUNTS**

**7. FIXED ASSET INVESTMENTS**

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Market value 6 April 2008	14,739,953	16,313,045
Less: Disposals at carrying value	(231,665)	(806,738)
Add: Acquisitions at cost	723,606	567,708
Net losses on revaluation	(3,103,600)	(1,334,062)
<b>Market value 5 April 2009</b>	<b>12,128,294</b>	<b>14,739,953</b>
Historical cost 5 April 2009	13,596,718	13,042,309

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

	<b>2009</b>		<b>2008</b>	
	Cost	Market Value	Cost	Market Value
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Direct investment in listed UK and overseas securities				
UK fixed interest	1,544,978	1,454,928	1,576,218	1,478,520
UK equities	6,629,873	5,511,658	6,702,742	8,279,336
Overseas equities	2,081,867	1,821,708	1,863,349	2,082,097
Short term deposits	3,340,000	3,340,000	2,900,000	2,900,000
	<b>13,596,718</b>	<b>12,128,294</b>	<b>13,042,309</b>	<b>14,739,953</b>

The Trustees have invested in a range of ethical funds.

**8. DEBTORS**

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Income tax recoverable	282,051	-
Shared office overheads and salaries	10,062	16,900
	<b>292,113</b>	<b>16,900</b>

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

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Grants payable within one year	1,700,065	471,083
Professional charges	7,090	6,371
Investment management fee	25,384	17,438
	<b>1,732,539</b>	<b>494,892</b>

**THE THREE GUINEAS TRUST**  
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**NOTES TO THE ACCOUNTS**

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

	<b>Unrestricted Funds</b>		<b>Expendable Endowment</b>	<b>Totals 2009</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Fund balances at 5 April 2009 are represented by:				
Tangible fixed assets	-	3,000		3,000
Investments	-	12,128,294		12,128,294
Current assets	1,895,894	(1,518,735)		377,159
Current liabilities	(1,895,894)	(25,384)		(1,921,278)
<b>Total net assets</b>	<b>-</b>	<b>10,587,175</b>		<b>10,587,175</b>

	<b>Unrestricted Funds</b>		<b>Expendable Endowment</b>	<b>Totals 2009</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Unrealised losses</b>				
On investment assets (see note below)	-	(1,468,424)		(1,468,424)
Total unrealised losses at 5 April 2009	<b>-</b>	<b>(1,468,424)</b>		<b>(1,468,424)</b>

**Reconciliation of movements in unrealised losses on investment assets**

Unrealised gains at 6 April 2008	-	1,697,644		1,697,644
Add in respect of disposals in year	-	(62,468)		(62,468)
	-	1,635,176		1,635,176
Add: net losses arising on revaluation in year	-	(3,103,600)		(3,103,600)
Unrealised losses at 5 April 2009, as above	<b>-</b>	<b>(1,468,424)</b>		<b>(1,468,424)</b>

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**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 THREE GUINEAS TRUST

## 5 April 2009

### INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE THREE GUINEAS TRUST

We have audited the financial statements of The Three Guineas Trust for the year ended 5 April 2009 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and the related notes set out on pages 7 to 14. These financial statements have been prepared under the historical cost convention and the accounting policies set out on page 10.

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 15.

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 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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