

Report of the Trustees and
Financial Statements for the Year Ended 5 April 2013
for
Joffe Charitable Trust

Monahans
Statutory Auditors
38-42 Newport Street
Swindon
Wiltshire
SN1 3DR

Joffe Charitable Trust

Contents of the Financial Statements
for the Year Ended 5 April 2013

	Page
Report of the Trustees	1 to 3
Report of the Independent Auditors	4
Statement of Financial Activities	5
Balance Sheet	6
Notes to the Financial Statements	7 to 12
Detailed Statement of Financial Activities	13

Joffe Charitable Trust

Report of the Trustees
for the Year Ended 5 April 2013

The trustees present their report with the financial statements of the charity for the year ended 5 April 2013. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

270299

Principal address

Liddington Manor
The Street
Liddington
Swindon
Wiltshire
SN4 0AD

Trustees

Lord J G Joffe
Lady V L Joffe
Ms D M Joffe
A Jacobs
Dr N Maurice
M Poston

Trust Manager

L Perry

Auditors

Monahans
Statutory Auditors
38-42 Newport Street
Swindon
Wiltshire
SN1 3DR

Bankers

Lloyds TSB Bank plc
5 High Street
Old Town
Swindon
SN1 3BR

Investment Advisors

Sarasin and Partners LLP
Juxon House
100 St Paul's Churchyard
London
EC4M 8BU

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust dated 2nd April 1968 and constitutes an unincorporated charity.

Recruitment and appointment of new trustees

Power to appoint new trustees is vested in the Settlor, Lord J G Joffe.

Joffe Charitable Trust

Report of the Trustees **for the Year Ended 5 April 2013**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

The trustees meet regularly throughout the year to discuss the strategic direction and relevant matters including grant applications, investment strategy and financial accounts.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objectives of the charity are very widely drawn and are for the benefit of such charities or for charitable purposes as directed by the settlor, Lord J G Joffe.

Review of the Charity

The charity was set up by the settlor, Lord J G Joffe, together with a fellow trustee, Lady V L Joffe.

While recognising that there is much poverty and need in the United Kingdom, the trustees believe that the need is even greater in the developing world. As a result, most of the grants made relate to the relief of poverty and to human rights in the developing world.

The charity conducts its activities through grant making and loans. The trustees have an ongoing relationship with a considerable number of charities and their decisions on which to support at any one time are based on their assessment of the quality of leadership and the impact that the initiatives, which they support, are likely to have. Details of all grants made are reflected on page 8.

The trust also invests a proportion of its assets in social investments which generate jobs and social benefits in sub Saharan Africa as well as a financial return for investors. All investments are long term.

The Trust's investments performed satisfactorily in accordance with the market.

Public Benefit

The trustees have paid due regard to the Charity Commission's guidance on public benefit in deciding what activities the charity should undertake. The trustees consider that they have acted in the public benefit.

FINANCIAL REVIEW

Reserves policy

The charity has no requirement to retain reserves to support specific ongoing liabilities, but it ensures that it has sufficient liquid resources in order to meet grant payments.

Investment policy and objectives

The trustees' investment powers are governed by the Trust Deed, which permits, subject to the consent of the settlor, Lord J G Joffe, investments of whatever nature the trustees at their absolute discretion think fit.

90% of the charity's investments continue to be invested by professional fund managers, their performance being to obtain medium/high income with medium growth from medium risk investments. The performance of the managers is reviewed periodically by the trustees.

Financial Review

The financial position of the charity is shown in the attached financial statements, which comply with current statutory requirements, the charity's governing documents and Statement of Recommended Practice - Accounting and Reporting by Charities.

The charity's total funds at the year end are £11,565,716, being an increase over the previous year of £542,820. The charity's principal source of income is the return on investments. The total income decreased over the previous year by £76,767 to £310,433.

The charitable causes supported by the grants and donations amount to £564,667, plus the charity has made further interest free loans to assist other charities.

Joffe Charitable Trust

Report of the Trustees
for the Year Ended 5 April 2013

FUTURE DEVELOPMENTS

The trustees will continue to develop the trust by distributing funds to charitable organisations and making changes to the investment portfolio whenever considered appropriate.

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

ON BEHALF OF THE BOARD :

Lord J G Joffe - Trustee

9 October 2013

**Report of the Independent Auditors to the Trustees of
Joffe Charitable Trust**

We have audited the financial statements of Joffe Charitable Trust for the year ended 5 April 2013 on pages five to twelve. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the charity's trustees, as a body, in accordance with Section 144 of the Charities Act 2011 and regulations made under Section 154 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 and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees Responsibilities set out on page three, the trustees are responsible for the preparation of the financial statements which give a true and fair view.

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with regulations made under Section 154 of that Act.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Trustees to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2013 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements ; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Monahans
Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
38-42 Newport Street
Swindon
Wiltshire
SN1 3DR

10 October 2013

Joffe Charitable Trust

Statement of Financial Activities
for the Year Ended 5 April 2013

	Notes	Unrestricted funds £	Restricted funds £	2013 Total funds £	2012 Total funds £
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income	2	-	49,713	49,713	99,768
Investment income	3	-	260,720	260,720	287,432
Total incoming resources		-	310,433	310,433	387,200
RESOURCES EXPENDED					
Costs of generating funds					
Investment management costs	4	-	3,514	3,514	6,769
Charitable activities					
Grant making	5	-	564,667	564,667	722,810
Governance costs					
	7	-	10,565	10,565	48,450
Total resources expended		-	578,746	578,746	778,029
NET INCOMING/(OUTGOING) RESOURCES					
		-	(268,313)	(268,313)	(390,829)
Other recognised gains/losses					
Gains/losses on investment assets		-	811,133	811,133	(722,060)
Net movement in funds		-	542,820	542,820	(1,112,889)
RECONCILIATION OF FUNDS					
Total funds brought forward		-	11,022,896	11,022,896	12,135,785
TOTAL FUNDS CARRIED FORWARD		-	11,565,716	11,565,716	11,022,896

The notes form part of these financial statements

Joffe Charitable Trust

Balance Sheet
At 5 April 2013

	Notes	Unrestricted funds £	Restricted funds £	2013 Total funds £	2012 Total funds £
Investments					
Investments	10	-	10,501,555	10,501,555	10,035,872
Programme related investments	11	-	651,000	651,000	751,000
		<hr/>	<hr/>	<hr/>	<hr/>
		-	11,152,555	11,152,555	10,786,872
 CURRENT ASSETS					
Debtors	12	-	242,163	242,163	146,433
Cash at bank		-	176,890	176,890	98,731
		<hr/>	<hr/>	<hr/>	<hr/>
		-	419,053	419,053	245,164
 CREDITORS					
Amounts falling due within one year	13	-	(5,892)	(5,892)	(9,140)
		<hr/>	<hr/>	<hr/>	<hr/>
NET CURRENT ASSETS		-	413,161	413,161	236,024
		<hr/>	<hr/>	<hr/>	<hr/>
 TOTAL ASSETS LESS CURRENT LIABILITIES		-	11,565,716	11,565,716	11,022,896
		<hr/>	<hr/>	<hr/>	<hr/>
NET ASSETS		-	11,565,716	11,565,716	11,022,896
		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
 FUNDS	14				
Restricted funds				11,565,716	11,022,896
				<hr/>	<hr/>
TOTAL FUNDS				11,565,716	11,022,896
				<hr/> <hr/>	<hr/> <hr/>

The financial statements were approved by the Board of Trustees on 9 October 2013 and were signed on its behalf by:

Lord J G Joffe -Trustee

Lady V L Joffe -Trustee

The notes form part of these financial statements

Joffe Charitable Trust

Notes to the Financial Statements for the Year Ended 5 April 2013

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Charities Act 2011 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Governance costs comprise the costs of the general running of the trust and its compliance with regulation and good practice requirements.

Grant making

Grants payable are payments made to third parties in the furtherance of the charitable objectives of the Trust. Grants are accounted for in the year in which the recipient has a reasonable expectation that they will receive a grant and the Trustees have agreed to pay the grant without condition. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction.

Investments

Investments have been valued by Sarasin & Partners Investment Managers, on prices supplied by Bloomberg and are based on the Bid price as at the close of business on the valuation date. For securities not priced by Bloomberg, other sources may be used. Exchange rates are obtained from Bloomberg.

Programme related investments are included in the balance sheet at the amount invested less any impairments.

2. VOLUNTARY INCOME

	2013	2012
	£	£
Donations	49,713	99,768

Joffe Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 5 April 2013**

3. INVESTMENT INCOME

	2013	2012
	£	£
UK Investments	246,357	249,259
Overseas Investments	12,790	36,638
Interest	1,573	1,535
	260,720	287,432

4. INVESTMENT MANAGEMENT COSTS

	2013	2012
	£	£
Portfolio management	3,514	6,769
	3,514	6,769

5. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities (See note 6)	Totals
	£	£
Grant making	564,667	564,667
	564,667	564,667

6. GRANTS PAYABLE

	2013	2012
	£	£
Grant making	564,667	706,482
	564,667	706,482

	Charity Registration Number	£
Bixby Centre, Berkley University	USA	84,695
IPAS	USA	83,334
Earth Security Initiative	07667208 CiC	50,000
Stamp Out Poverty	-	50,000
Centre of innovation in voluntary Action	1122095	30,000
University of Free State	South Africa	26,042
Centre for Global Development	USA	25,000
Transparency International	1112842	25,000
Charities Aid Foundation	268369	20,000
Orchid Project	1141057	20,000
Mike Campbell Foundation	1144943	17,500
OXFAM	202918	17,500
Other grants of £10,000 or less	-	115,596
		564,667

All grants made relate to the relief of poverty and to human rights and health research in the developing world.

Joffe Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 5 April 2013**

7. GOVERNANCE COSTS

	2013	2012
	£	£
Staff costs	-	22,514
Consultancy	-	6,666
Auditors' remuneration - overaccrued in prior year	(1,800)	-
Auditors' remuneration	3,000	3,000
Auditors' remuneration - accountancy	1,410	2,919
Administrator	6,367	8,747
Miscellaneous	1,588	4,604
	<u>10,565</u>	<u>48,450</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 5 April 2013 nor for the year ended 5 April 2012.

Trustees' expenses

Travel and subsistence expenses were incurred on behalf of the Trust for four trustees (2012 - four) amounting to £1,379 (2012 - £1,619).

9. STAFF COSTS

	2013	2012
	£	£
Wages and salaries	-	19,998
Social security costs	-	2,516
	<u>-</u>	<u>22,514</u>

The average monthly number of employees during the year was as follows:

	2013	2012
Consultant	<u>-</u>	<u>1</u>

There were no employees with emoluments in excess of £60,000 for the year ended 5th April 2013 nor the preceding period.

Joffe Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 5 April 2013**

10. FIXED ASSET INVESTMENTS

	Listed investments £	
MARKET VALUE		
At 6 April 2012	10,035,872	
Additions	246,455	
Disposals	(691,905)	
Revaluations	911,133	
	10,501,555	
NET BOOK VALUE		
At 5 April 2013	10,501,555	
At 5 April 2012	10,035,872	
Analysis of investments:		
	2013	2012
	£	£
UK securities	7,256,360	6,969,996
Overseas securities	2,963,305	2,721,388
Cash	281,890	344,488
	10,501,555	10,035,872

The investments are held primarily to provide an investment return for the charity and are listed on recognised stock exchanges and managed by independent fund managers except for:

	2013		2012	
	Cost	Market	Cost	Market
	£	Value	£	Value
		£		£
Not listed on recognised stock exchanges and not managed by independent fund managers:				
Zurich Assurance Limited - Bonds	107,605	328,368	107,605	310,109
Programme Related Investments	984,419	651,000	984,419	751,000
Not listed on recognised stock exchanges:				
British Virgin Islands and Guernsey Limited Companies	1,304,658	1,214,702	1,515,541	1,478,888
Unlisted investments	535,985	330,318	535,985	310,376

There is no single investment representing over 5% of the value of the portfolio.

Joffe Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 5 April 2013**

11. PROGRAMME RELATED INVESTMENTS

	Equity £	Totals £
MARKET VALUE		
At 6 April 2012	751,000	751,000
Impairments	(100,000)	(100,000)
	651,000	651,000
At 5 April 2013	651,000	651,000
 NET BOOK VALUE		
At 5 April 2013	651,000	651,000
	651,000	651,000
At 5 April 2012	751,000	751,000
	751,000	751,000
 Analysis of investments		
	2013	2012
	£	£
The Sierra Investment Fund	100,000	100,000
The Africa Integras Fund	50,000	50,000
Jacana Venture Partnerships Limited	350,000	450,000
MAIYET (previously known as Peace Ventures)	151,000	151,000
	651,000	751,000
	651,000	751,000

12. DEBTORS

	2013 £	2012 £
Amounts falling due within one year:		
Loans receivable	185,163	31,965
Other debtors	-	468
	185,163	32,433
	185,163	32,433
 Amounts falling due after more than one year:		
Loans receivable	57,000	114,000
	57,000	114,000
	57,000	114,000
Aggregate amounts	242,163	146,433
	242,163	146,433
	242,163	146,433

Joffe Charitable Trust

**Notes to the Financial Statements - continued
for the Year Ended 5 April 2013**

12. DEBTORS - continued

Information regarding the loans receivable at the year end is as follows:

	Amount of loan		Interest Rates
	2013	2012	
	£	£	
Majority World Community Interest Company	10,000	10,000	5% per annum
Trevor Huddleston CR Memorial Centre (South African Charity)	46,500	46,500	Interest free
HelpAge International (Charity No. 288180)	75,000	75,000	Interest free
REDAID (Charity No. 1108615)	-	14,465	Interest free
CIDA Trust (South African charity)	73,663	-	Interest free
SOKO Trading Limited (UK arm of Kenyan charity)	27,000	-	Interest free
Tourism Concern (Charity No. 1064020)	10,000	-	Interest free
	<u>£242,163</u>	<u>£145,965</u>	

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2013	2012
	£	£
Other creditors	<u>5,892</u>	<u>9,140</u>

14. MOVEMENT IN FUNDS

	At 6.4.12	Net movement in funds	At 5.4.13
	£	£	£
Restricted funds			
Restricted Funds	11,022,896	542,820	11,565,716
TOTAL FUNDS	<u>11,022,896</u>	<u>542,820</u>	<u>11,565,716</u>

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Gains and losses	Movement in funds
	£	£	£	£
Restricted funds				
Restricted Funds	310,433	(578,746)	811,133	542,820
TOTAL FUNDS	<u>310,433</u>	<u>(578,746)</u>	<u>811,133</u>	<u>542,820</u>

Restricted Funds: As the Trustees have absolute discretion in respect of Trust monies requiring investment, subject only to the consent of the settlor during his lifetime, the charity's funds are considered to be restricted funds.

Joffe Charitable Trust

Detailed Statement of Financial Activities
for the Year Ended 5 April 2013

	2013	2012
	£	£
INCOMING RESOURCES		
Voluntary income		
Donations	49,713	99,768
Investment income		
UK Investments	246,357	249,259
Overseas Investments	12,790	36,638
Interest	1,573	1,535
	<hr/>	<hr/>
	260,720	287,432
Total incoming resources	<hr/>	<hr/>
	310,433	387,200
RESOURCES EXPENDED		
Investment management costs		
Portfolio management	3,514	6,769
Charitable activities		
Loans written off	-	16,328
Grants to institutions	564,667	706,482
	<hr/>	<hr/>
	564,667	722,810
Governance costs		
Wages	-	19,998
Social security	-	2,516
Consultancy	-	6,666
Auditors' remuneration - overaccrued in prior year	(1,800)	-
Auditors' remuneration	3,000	3,000
Auditors' remuneration - accountancy	1,410	2,919
Administrator	6,367	8,747
Miscellaneous	1,588	4,604
	<hr/>	<hr/>
	10,565	48,450
Total resources expended	<hr/>	<hr/>
	578,746	778,029
Net expenditure	<hr/>	<hr/>
	<u>(268,313)</u>	<u>(390,829)</u>

This page does not form part of the statutory financial statements