

**Report of the Trustees and**  
**Financial Statements for the Year Ended 5 April 2014**  
**for**  
**Joffe Charitable Trust**

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

**Joffe Charitable Trust**

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**for the Year Ended 5 April 2014**

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**Joffe Charitable Trust**

**Report of the Trustees**  
**for the Year Ended 5 April 2014**

The trustees present their report with the financial statements of the charity for the year ended 5 April 2014. 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 - resigned 29.8.14  
A Jacobs  
Dr N Maurice  
M Poston  
M Wickstead - appointed 7.8.14

**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 2014**

**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 in note 6.

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.

89% 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 £10,719,996, being a decrease over the previous year of £845,720. The charity's principal source of income is the return on investments. The total income decreased over the previous year by £1,755 to £308,678.

The charitable causes supported by the grants and donations amount to £1,218,052, 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 2014**

**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

Date: .....

**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 2014 on pages six to thirteen. 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 and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. 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 2014 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.

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

**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

Date: .....

**Joffe Charitable Trust**

**Statement of Financial Activities**  
**for the Year Ended 5 April 2014**

	Notes	Unrestricted fund £	Restricted fund £	2014 Total funds £	2013 Total funds £
<b>INCOMING RESOURCES</b>					
<b>Incoming resources from generated funds</b>					
Voluntary income	2	-	52,157	52,157	49,713
Investment income	3	-	256,521	256,521	260,720
<b>Total incoming resources</b>		-	308,678	308,678	310,433
<b>RESOURCES EXPENDED</b>					
<b>Costs of generating funds</b>					
Investment management costs	4	-	1,131	1,131	3,514
<b>Charitable activities</b>					
Grant making	5	-	1,163,508	1,163,508	564,667
<b>Governance costs</b>					
	7	-	18,801	18,801	10,565
<b>Total resources expended</b>		-	1,183,440	1,183,440	578,746
<b>NET INCOMING/(OUTGOING) RESOURCES</b>					
		-	(874,762)	(874,762)	(268,313)
<b>Other recognised gains/losses</b>					
Gains/losses on investment assets		-	29,042	29,042	811,133
<b>Net movement in funds</b>		-	(845,720)	(845,720)	542,820
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		-	11,565,716	11,565,716	11,022,896
<b>TOTAL FUNDS CARRIED FORWARD</b>		-	10,719,996	10,719,996	11,565,716

The notes form part of these financial statements

**Joffe Charitable Trust**

**Balance Sheet**  
**At 5 April 2014**

	Notes	Unrestricted fund £	Restricted fund £	2014 Total funds £	2013 Total funds £
<b>Investments</b>					
Investments	9	-	9,923,173	9,923,173	10,501,555
Programme related investments	10	-	325,000	325,000	651,000
		<hr/>	<hr/>	<hr/>	<hr/>
		-	10,248,173	10,248,173	11,152,555
 <b>CURRENT ASSETS</b>					
Debtors	11	-	336,634	336,634	242,163
Cash at bank		-	141,417	141,417	176,890
		<hr/>	<hr/>	<hr/>	<hr/>
		-	478,051	478,051	419,053
 <b>CREDITORS</b>					
Amounts falling due within one year	12	-	(6,228)	(6,228)	(5,892)
		<hr/>	<hr/>	<hr/>	<hr/>
<b>NET CURRENT ASSETS</b>		-	471,823	471,823	413,161
		<hr/>	<hr/>	<hr/>	<hr/>
 <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		-	10,719,996	10,719,996	11,565,716
		<hr/>	<hr/>	<hr/>	<hr/>
<b>NET ASSETS</b>		-	10,719,996	10,719,996	11,565,716
		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
 <b>FUNDS</b>	13				
Restricted funds				10,719,996	11,565,716
				<hr/>	<hr/>
<b>TOTAL FUNDS</b>				10,719,996	11,565,716
				<hr/> <hr/>	<hr/> <hr/>

The financial statements were approved by the Board of Trustees on ..... 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 2014**

**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**

	2014	2013
	£	£
Donations	<u>52,157</u>	<u>49,713</u>

**Joffe Charitable Trust**

**Notes to the Financial Statements - continued**  
**for the Year Ended 5 April 2014**

**3. INVESTMENT INCOME**

	2014	2013
	£	£
UK Investments	254,679	246,357
Overseas Investments	-	12,790
Interest	1,842	1,573
	<u>256,521</u>	<u>260,720</u>

**4. INVESTMENT MANAGEMENT COSTS**

	2014	2013
	£	£
Portfolio management	<u>1,131</u>	<u>3,514</u>

**5. CHARITABLE ACTIVITIES COSTS**

	Direct costs	Grant funding of activities (See note 6)	Totals
	£	£	£
Grant making	<u>43,883</u>	<u>1,119,625</u>	<u>1,163,508</u>

**6. GRANTS PAYABLE**

	2014	2013
	£	£
Grant making	<u>1,119,625</u>	<u>564,667</u>

**Joffe Charitable Trust**

**Notes to the Financial Statements - continued**  
**for the Year Ended 5 April 2014**

**6. GRANTS PAYABLE - continued**

	Charity Registration	£
	Number	
ADIDEP	Kenya	99,999
IPAS	US	83,334
Bixby Centre	US	79,950
The Rules Foundation	US	76,700
Videre Est Credere	1130375	65,000
Tax Justice Network	-	61,000
Venture Strategies Innovation	US	59,916
University of Free State	South African	55,578
Stamp Out Poverty	South African	55,000
Earth Securities Initiative	CIC	50,000
Charities Aid Foundation	-	40,000
Global Poverty Project UK	1137815	40,000
Orchid Project	1141057	40,000
Oxfam	202918	35,000
International Centre for Social Franchising	1153130	30,000
Centre for Global Development	US	25,000
Transparency International	1112842	25,000
Beyond Violence	-	23,700
PETS	South African	20,048
THET	-	19,200
People First Impact Method	-	15,000
The British Humanist Association	285987	15,000
Business and Human Rights Business Resources	1096664	12,500
Other grants of £10,000 or less	-	92,700
		<hr/>
		1,119,625
		<hr/> <hr/>

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

**7. GOVERNANCE COSTS**

	2014	2013
	£	£
Auditors' remuneration - overaccrued in prior year	-	(1,800)
Auditors' remuneration	3,100	3,000
Auditors' remuneration - accountancy	1,440	1,410
Administrator	7,946	6,367
Miscellaneous	6,315	1,588
	<hr/>	<hr/>
	18,801	10,565
	<hr/> <hr/>	<hr/> <hr/>

**8. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 5 April 2014 nor for the year ended 5 April 2013.

**Trustees' expenses**

Travel and subsistence expenses were incurred on behalf of the Trust for two trustees (2013 - four) amounting to £739 (2013 - £1,379).

**Joffe Charitable Trust**

**Notes to the Financial Statements - continued**  
**for the Year Ended 5 April 2014**

**9. FIXED ASSET INVESTMENTS**

	Listed investments £
<b>MARKET VALUE</b>	
At 6 April 2013	10,501,555
Additions	263,369
Disposals	(1,295,220)
Revaluations	453,469
	9,923,173
<b>NET BOOK VALUE</b>	
At 5 April 2014	9,923,173
At 5 April 2013	10,501,555

Analysis of investments:

	2014 £	2013 £
UK securities	6,624,269	7,256,360
Overseas securities	2,814,724	2,963,305
Cash	484,180	281,890
	9,923,173	10,501,555

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:

	2014		2013	
	Cost £	Market Value £	Cost £	Market Value £
Not listed on recognised stock exchanges and not managed by independent fund managers:				
Zurich Assurance Limited - Bonds	164,181	180,019	107,605	328,368
Programme Related Investments	984,419	325,000	984,419	651,000
Not listed on recognised stock exchanges:				
British Virgin Islands and Guernsey Limited Companies	1,195,923	1,126,677	1,304,658	1,214,702
Unlisted investments	535,985	374,763	535,985	330,318

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 2014**

**10. PROGRAMME RELATED INVESTMENTS**

	Equity £	Totals £
<b>MARKET VALUE</b>		
At 6 April 2013	651,000	651,000
Additions	98,427	98,427
Revaluations	74,000	74,000
Impairments	(498,427)	(498,427)
	<u>325,000</u>	<u>325,000</u>
At 5 April 2014		
	<u>325,000</u>	<u>325,000</u>
<b>NET BOOK VALUE</b>		
At 5 April 2014	<u>325,000</u>	<u>325,000</u>
At 5 April 2013	<u>651,000</u>	<u>651,000</u>
Analysis of investments		
	2014	2013
	£	£
The Sierra Investment Fund	50,000	100,000
The Africa Integras Fund	50,000	50,000
Jacana Venture Partnerships Limited	-	350,000
MAIYET (previously known as Peace Ventures)	225,000	151,000
	<u>325,000</u>	<u>651,000</u>

**11. DEBTORS**

	2014 £	2013 £
Amounts falling due within one year:		
Loans receivable	<u>100,163</u>	<u>185,163</u>
Amounts falling due after more than one year:		
Loans receivable	<u>236,471</u>	<u>57,000</u>
Aggregate amounts	<u>336,634</u>	<u>242,163</u>

**Joffe Charitable Trust**

**Notes to the Financial Statements - continued**  
**for the Year Ended 5 April 2014**

**11. DEBTORS - continued**

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

	Amount of loan		Interest Rates
	2014	2013	
	£	£	
Majority World Community Interest Company	-	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	Interest free
CIDA Trust (South African charity)	73,663	73,663	Interest free
SOKO Trading Limited (UK arm of Kenyan charity)	21,000	27,000	Interest free
Tourism Concern (Charity No. 1064020)	10,000	10,000	Interest free
Lulea UK Ltd (Company no. 08576048)	20,000		Interest free
Liliesleaf Trust (South African Charity)	165,471	-	4.5%p.a from 30 March 2014
	<u>£336,634</u>	<u>£242,163</u>	

**12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2014	2013
	£	£
Other creditors	<u>6,228</u>	<u>5,892</u>

**13. MOVEMENT IN FUNDS**

	At 6.4.13	Net movement in funds	At 5.4.14
	£	£	£
<b>Restricted funds</b>			
Restricted Funds	11,565,716	(845,720)	10,719,996
<b>TOTAL FUNDS</b>	<u>11,565,716</u>	<u>(845,720)</u>	<u>10,719,996</u>

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

	Incoming resources	Resources expended	Gains and losses	Movement in funds
	£	£	£	£
<b>Restricted funds</b>				
Restricted Funds	308,678	(1,183,440)	29,042	(845,720)
<b>TOTAL FUNDS</b>	<u>308,678</u>	<u>(1,183,440)</u>	<u>29,042</u>	<u>(845,720)</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 2014**

	2014	2013
	£	£
<b>INCOMING RESOURCES</b>		
<b>Voluntary income</b>		
Donations	52,157	49,713
<b>Investment income</b>		
UK Investments	254,679	246,357
Overseas Investments	-	12,790
Interest	1,842	1,573
	<hr/>	<hr/>
	256,521	260,720
	<hr/>	<hr/>
<b>Total incoming resources</b>	308,678	310,433
 <b>RESOURCES EXPENDED</b>		
<b>Investment management costs</b>		
Portfolio management	1,131	3,514
<b>Charitable activities</b>		
Exchange rate loss on loans receivable	43,883	-
Grants to institutions	1,119,625	564,667
	<hr/>	<hr/>
	1,163,508	564,667
 <b>Governance costs</b>		
Auditors' remuneration - overaccrued in prior year	-	(1,800)
Auditors' remuneration	3,100	3,000
Auditors' remuneration - accountancy	1,440	1,410
Administrator	7,946	6,367
Miscellaneous	6,315	1,588
	<hr/>	<hr/>
	18,801	10,565
	<hr/>	<hr/>
<b>Total resources expended</b>	1,183,440	578,746
 <b>Net expenditure</b>		
	<hr/> <hr/>	<hr/> <hr/>
	(874,762)	(268,313)

This page does not form part of the statutory financial statements