

Charity number: 270299

Joffe Charitable Trust

Report and financial statements
For the year ended 5 April 2019

Joffe Charitable Trust

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For the year ended 5 April 2019

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Joffe Charitable Trust

Reference and administrative information

For the year ended 5 April 2019

Charity number	270299
Registered office	Invicta House Golden Lane London EC1Y 0TL
Trustees	Trustees who served during the year and up to the date of this report were as follows: Vanetta Joffe Alex Jacobs Chair of Trustees until resigned 21 st April 2018 Mark Poston Resigned 1 st July 2018 Myles Wickstead Chair of Trustees from 21 st April 2018 Deborah Joffe Barbara Frost Deputy Chair of Trustees from 1 st July 2018
Staff	Alex Jacobs Director C Lake Trust Manager
Bankers	Lloyds TSB Bank plc 5 High Street Old Town Swindon SN1 3BR
Investment Managers	Sarasin and Partners LLP Juxon House 100 St Paul's Churchyard London EC4M 8BU
Auditors	Sayer Vincent LLP Chartered Accountants and Statutory Auditor Invicta House 108-114 Golden Lane LONDON EC1Y 0TL

Joffe Charitable Trust

Trustees' annual report

For the year ended 5 April 2019

The trustees present their report and the audited financial statements for the year ended 5 April 2019.

Reference and administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements, the charity's trust deed and the Statement of Recommended Practice – Accounting and Reporting by Charities: SORP applicable to charities preparing their accounts in accordance with FRS 102.

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 trustees.

Review of the Charity

Strategy

During the year, the Trust continued its work in the direction set by our founder, Joel Joffe. The Trust's main activity has been to make grants to realise human rights and reduce poverty in developing countries.

We have also been through a transition, reviewing our management and governance arrangements. This was necessary to put the Trust on a sound footing for the next chapter of its work. Joel Joffe was the settlor of the Trust, which was unincorporated, and ran it as an executive chairman. It would not have been possible or desirable to try to replicate these arrangements. As described below, we have created a new incorporated charitable organisation and moved to employ executive staff with a clear split of responsibilities between staff and trustees. We have also set out a new strategic framework, approved by the trustees in October 2018.

The strategic framework sets out principles that guide all our work. They are: inspiring others, effectiveness, leadership, distinctiveness and flexibility. It establishes two focus areas: (a) fighting corruption and promoting tax justice, and (b) building stronger not-for-profit organisations. We take an active approach to understanding the issues and building relationships with organisations in these areas. We aim to support the people we fund to strengthen their organisations for the long term, for instance by providing unrestricted funding when we can, sometimes over two or three years.

Activities

During the year, the trustees approved 16 new grants. Five of these grants were for more than one year. The total value of grants made was lower than previous years due to our organisational review and restructuring. At the end of the year, we were managing 31 active grants, including grants that were made in previous periods.

We convened a number of meetings of grantees and other civil society organisations where we believed they would add value to collective efforts in our focus areas. These included:

- A meeting of civil society organisations to consider DFID's new programme on Global Financial Systems.
- Two round table meetings to consider civil society's views on "Global Britain".
- A brainstorming meeting on priorities for tackling tax abuse.
- A strategic retreat for leaders of civil society organisations working on tax and corruption, to identify shared strategic priorities.

Performance

In December 2018, we asked our network for simple feedback on our work. This provided an important check on our strategic planning and restructuring. We received 58 responses (a response rate of 52%). The feedback was very positive, with respondents appreciating our flexible and supportive approach, as well informed engagement on the issues. They suggested we should stay aware of power dynamics when working with civil society, improve our communications and bring more donors into our focus areas. On a scale of -5 to +5, respondents rated their experience of working with us compared to other donors at an average of 3.8.

Comments included:

- *"I think the way that the trust is approaching things at the moment, such as developing a strategic analysis of the overall field, is fantastic. ... The trust is becoming a key player in the illicit finance area and this is very welcome."*
- *"Please keep funding attempts to make organisations more financially sustainable. It's so important and is a gap in the funding market."*
- *"I have found the Joffe Trust such a breath of fresh air. ... Overall, the experience has been one of the best with donors. For a small NGO that does not have a "fundraising department" the streamlined nature of the process was very welcome indeed."*

In October 2018, we instituted a new process for reviewing the reports we receive from grantees and the overall performance of our grants. This includes providing systematic comments back to grantees within one month, which we achieved for all reports received in the period. We assess mid-grant reports on a traffic light system. When a grant is complete, we assess its overall performance on a scale of 1 (low) to 5 (high).

Joffe Charitable Trust

Trustees' annual report

For the year ended 5 April 2019

Six grants came to an end in the five months from October 2018 – April 2019. We assessed these as follows:

Overall rating	Number of grants
5	2
4	2
3	1
2	1
1	1

In the highest rated grants, we believe that the Trust's funding made a crucial difference to enabling grantees to achieve outstanding results, either in the short term or building capacity for the long term. The lowest rated grants did not demonstrate significant results in either the short or long term and potentially created risks of harm. Trustees and staff will use this data to identify how to keep improving our work in the future.

More details of all our work and strategy are available on our new website: <https://joffetrust.org>
This includes data on our grants published using the 360Giving standard.

Management and governance review

During the year, the Trustees completed a review of the Trust's management and governance arrangements. This resulted in a clear separation of roles and the creation of the new role of Director, to provide the executive leadership that the Trust now requires. Alex Jacobs was appointed to this role, once permission was received from the Charity Commission.

The Trustees decided that it was appropriate for the Trust to become an incorporated entity with a modern constitution, suitable for employing staff. This was achieved by registering a new Charitable Incorporated Organisation (CIO) with the Charity Commission, registration number 1180520. The main assets and business of the Trust have been transferred to the new CIO on 6th April 2019. This has created firm foundations for our work in the years ahead and ensures continuity with our current activities.

The unincorporated trust (registered charity number 270299) will be retained with minimal assets, including two loans and three programme related investments that would be difficult to transfer to the new CIO. It will no longer be used as the basis for our core work.

Our existing trustees have all been appointed as trustees of the CIO. We are delighted that three new trustees have also been appointed to the CIO: Frances Longley, Nick Perks and Ruth Taylor. Each brings great experience and commitment to the role.

Joffe Charitable Trust

Trustees' annual report

For the year ended 5 April 2019

Public Benefit

All grants made by the Trustees were for charitable purposes and for the public benefit and the Trustees have had regard to the Charity Commission's public benefit guidance where relevant.

Financial Review

Investment policy and objectives

The trustees' investment powers are governed by the Trust Deed, which permits investments of whatever nature the trustees at their absolute discretion think fit.

99% 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.

Reserves policy and going concern

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

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 £10,643,333 being an decrease over the previous year of £41,283.

The charity's principal source of income was the return on investments. During the year, the Trust's investments performed satisfactorily in accordance with the market.

The investment management fees for the period were £82,049. This is a substantial increase compared to the previous year. The fees now show the full costs incurred, whereas previously some costs had been netted off against investment income.

The charity's administrative and governance costs increased to £136,590. This includes remuneration for two staff employed since 1st August 2018, in line with the management and governance review mentioned above. Previously, Joel Joffe performed the role of executive chairman on an unremunerated basis. Professional fees increased to £41,074 in particular to set up the new Charitable Incorporated Organisation and undertake the management and governance review.

Joffe Charitable Trust

Trustees' annual report

For the year ended 5 April 2019

The grants paid out to support charitable causes amount to £536,476. This is a reduction from last year's total for two reasons. First, last year, the charity made an unusually high level of grants due to over £100,000 of grants made to organisations personally associated with Joel Joffe. Second, the management and governance review described above took up a significant amount of attention, as we put in place the structure needed for the next chapter of the Trust's work.

Risk management

The trustees have considered the major risks to which the charity is exposed and satisfied themselves that suitable actions are taken to manage those risks. The current risk register identifies nine major risks as well as actions to mitigate them:

1. Poor performance by grantees means that grant outcomes are not achieved.
2. Insufficient high quality applications are received.
3. The Trust's management & governance arrangements do not deliver value for money.
4. Legal breach of trust, resulting from use of our resources for non charitable purposes.
5. Poor performance by investment manager limits the resources available.
6. Fraud by staff or trustees.
7. Inability to attract / retain appropriate staff and trustees.
8. Reputational risk due to association with controversial actions by grantees.
9. Significant opportunities for progress are foregone due to excessive caution.

Plans for the future

The Trustees will continue to pursue the Trust's work through the new CIO, registered charity 1180520.

The trustees will implement our current strategic framework. This will include making grants, convening meetings and engaging with others in our two focus areas. The Trustees will continue to review the Trust's performance with a view to identifying improvements and increasing overall impact.

The Trustees intend to review our investment managers during the next year, in line with good practice.

Structure, governance and management

Governing document

The registered charity number 270299 is controlled by its governing document, a deed of trust dated 2nd April 1968 and constitutes an unincorporated charity. The new Charitable Incorporated Organisation number 1180520 is controlled by its constitution, dated 31st October 2018.

Joffe Charitable Trust

Trustees' annual report

For the year ended 5 April 2019

All trustees give their time voluntarily and receive no benefits from either charity. Any expenses reclaimed from the charity are set out in note 7 to the accounts.

Organisational structure

The Trustees meet regularly throughout the year to discuss the strategic direction and relevant matters including grant applications, operational plans, investment strategy, financial accounts and staff performance. From 1st August 2018, the Trust has employed a Trust Director and a Trust Manager to support all aspects of its work.

Statement of responsibilities of the trustees

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 period and of its financial position at the end of the period. In preparing financial statements giving a true and fair view, the trustees should follow best practice and:

- Select suitable accounting policies and then apply them consistently
- Observe the methods and principles in the Charities SORP
- Make judgements and estimates that are reasonable and prudent
- State whether applicable UK Accounting Standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements
- 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 proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011. 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.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Joffe Charitable Trust

Trustees' annual report

For the year ended 5 April 2019

Auditor

Sayer Vincent LLP was re-appointed as the charity's auditor during the year and has expressed its willingness to continue in that capacity.

The trustees' annual report has been approved by the trustees on 4 October 2019 and signed on their behalf by

Myles Wickstead
Chair of Trustees

Independent auditor's report

To the members of

Joffe Charitable Trust

Opinion

We have audited the financial statements of Joffe Charitable Trust (the 'charity') for the year ended 5 April 2019 which comprise the statement of financial activities, balance sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- Give a true and fair view of the state of the charity's affairs as at 5 April 2019 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
- Have been prepared in accordance with the requirements of the Charities Act 2011

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- The trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- The trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue

Independent auditor's report

To the members of

Joffe Charitable Trust

Other information

The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

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

- The information given in the trustees' annual report is inconsistent in any material respect with the financial statements;
- 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

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities set out in the trustees' annual report, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Independent auditor's report

To the members of

Joffe Charitable Trust

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 145 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

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 auditor's 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.

11 October 2019

Sayer Vincent LLP, Statutory Auditor

Invicta House, 108-114 Golden Lane, LONDON, EC1Y 0TL

Sayer Vincent LLP is eligible to act as auditor in terms of section 1212 of the Companies Act 2006

Joffe Charitable Trust

Statement of financial activities

For the year ended 5 April 2019

	Note	Unrestricted £	Restricted £	2019 Total £	Unrestricted £	Restricted £	2018 Total £
Income from:							
Donations and legacies	2	50,000	-	50,000	450	-	450
Investments	3	362,198	-	362,198	307,527	-	307,527
Other income	4	4,783	-	4,783	-	-	-
Total income		416,981	-	416,981	307,977	-	307,977
Expenditure on:							
Raising funds	5	82,049	-	82,049	44,244	-	44,244
Charitable activities	5	673,066	-	673,066	896,872	-	896,872
Total expenditure		755,115	-	755,115	941,116	-	109,843
Net income / (expenditure) before net gains / (losses) on investments		(338,134)	-	(338,134)	(633,139)	-	198,134
Net gains / (losses) on investments		296,851	-	296,851	192,618	-	192,618
Net movement in funds		(41,283)	-	(41,283)	(440,521)	-	(440,521)
Reconciliation of funds:							
Total funds brought forward		10,684,616	-	10,684,616	11,125,137	-	11,125,137
Total funds carried forward		10,643,333	-	10,643,333	10,684,616	-	10,684,616

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above.

Joffe Charitable Trust

Balance sheet

As at 5 April 2019

	Note	£	2019 £	£	2018 £
Fixed assets:					
Investments	12		10,238,519		10,319,535
Social Investments	13		52,200		52,200
			<u>10,290,719</u>		<u>10,371,735</u>
Current assets:					
Debtors: amounts falling due within one year	14	40,124		40,124	
Cash at bank and in hand		132,765		103,938	
		<u>172,889</u>		<u>144,062</u>	
Non current assets:					
Debtors: amounts falling due after more than one year	15	185,324		177,344	
		<u>358,213</u>		<u>321,406</u>	
Total Assets					
Current liabilities:					
Creditors: amounts falling due within one year	16	(5,600)		(8,525)	
Net current assets / (liabilities)			<u>352,613</u>		<u>312,881</u>
Total net assets / (liabilities)			<u><u>10,643,332</u></u>		<u><u>10,684,616</u></u>
The funds of the charity:					
Unrestricted income funds:					
Unrestricted funds		10,643,333		10,684,616	
Total unrestricted funds			<u>10,643,333</u>		<u>10,684,616</u>
Total charity funds			<u><u>10,643,333</u></u>		<u><u>10,684,616</u></u>

Approved by the trustees on 4 October 2019 and signed on their behalf by

Myles Wickstead
Chair of Trustees

1 Accounting policies

a) Statutory information

Joffe Charitable Trust is an unincorporated trust constituted by a trust deed. The registered office address is Invicta House, Golden Lane, London EC1Y 0TL

b) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) – (Charities SORP FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (September 2015) and the Companies Act 2006.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy or note.

c) Public benefit entity

The charitable company meets the definition of a public benefit entity under FRS 102.

d) Going concern

As at 6 April 2019 the existing charity will transfer most of its assets and liabilities to the new CIO –Joffe Charitable Trust CIO.

As the current services will new continue in the new charitable trust CIO, the Trust is not a going concern. However, the activities, assets and liabilities of the Trust will be transferred to the CIO so no adjustments are required to the financial statements.

The trustees do not consider that there are any sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period.

e) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the income have been met, it is probable that the income will be received and that the amount can be measured reliably.

f) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

g) Fund accounting

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund.

Unrestricted funds are donations and other incoming resources received or generated for the charitable purposes.

h) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Expenditure on charitable activities includes the costs of delivering services and making charitable donations and grants undertaken to further the purposes of the charity and their associated support costs

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

1 Accounting policies (continued)

i) Grants payable

Grants payable are made to third parties in furtherance of the charity's objects. Grants are accounted for on a cash basis when the recipient has received the funding.

j) Listed investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. Any change in fair value will be recognised in the statement of financial activities and any excess of fair value over the historic cost of the investments will be shown as a fair value reserve in the balance sheet. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading "Net gains/(losses) on investments" in the statement of financial activities. Listed investments are presented at fair value.

k) Social investments

Social investments are carried at fair value or impaired costs when it is not practical to recognise at fair value. Such investments are subject to regular review and any impairment is charged to the statement of financial activities.

l) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

m) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

n) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

o) 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.

Joffe Charitable Trust

Notes to the financial statements

For the year ended 5 April 2019

2 Income from donations and legacies

	2019 Total £	2018 Total £
Gifts	50,000	450
	<u>50,000</u>	<u>450</u>

£50,000 shares donated by Vanetta Joffe.

3 Income from investments

	2019 Total £	2018 Total £
Listed Investments	352,709	299,034
Interest	9,489	8,493
	<u>362,198</u>	<u>307,527</u>

4 Other income

	2019 Total £	2018 Total £
Other	4,783	-
	<u>4,783</u>	<u>-</u>

All income was unrestricted for 2018 and 2019

Joffe Charitable Trust

Notes to the financial statements

For the year ended 5 April 2019

5 Analysis of expenditure current year

	Raising funds	Charitable activities	Governance costs	Support costs	2019 Total	Restated 2018 Total
	£	£	£	£	£	£
Staff costs (Note 8)	-	-	17,284	51,851	69,134	-
Grants to institutions (Note 6)	-	536,476	-	-	536,476	790,805
Investment management costs	82,049	-	-	-	82,049	44,244
Impairment of social investment	-	-	-	-	-	65,599
Sundries	-	-	802	13,054	13,856	2,726
Administrator	-	-	-	12,526	12,526	28,890
Professional services	-	-	41,074	-	41,074	8,852
	<u>82,049</u>	<u>536,476</u>	<u>59,160</u>	<u>77,431</u>	<u>755,115</u>	<u>941,116</u>
Support costs	-	77,431	-	(77,431)	-	-
Governance costs	-	59,160	(59,160)	-	-	-
Total expenditure 2019	<u>82,049</u>	<u>673,066</u>	<u>-</u>	<u>-</u>	<u>755,115</u>	
Total expenditure 2018	<u>44,244</u>	<u>896,872</u>	<u>-</u>	<u>-</u>		<u>941,116</u>

Joffe Charitable Trust

Notes to the financial statements

For the year ended 5 April 2019

5 Analysis of expenditure (prior year)

	Raising funds £	Charitable activities £	Governance costs £	2018 Total £
Grants to institutions (Note 5)	-	790,805	-	790,805
Investment management costs	44,244	-	-	44,244
Impairment of social investment	-	65,599	-	65,599
Interest waived	-	-	-	-
Bad debt	-	-	-	-
Sundries	-	-	2,726	2,726
Administrator	-	-	28,890	28,890
Professional services	-	-	8,852	8,852
Exchange rate (gains)/losses on loans receivable	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	44,244	856,404	40,468	941,116
Governance costs	-	40,468	(40,468)	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditure 2018	44,244	896,872	-	941,116

6 Grant making

Grants to institutions

	2019 £	2018 £
Cost		
African Prisons Project	-	40,000
All We Can (Methodist Relief)	15,000	15,000
City of Sanctuary	35,000	35,000
Clean Trade	10,000	-
Coalition for Global Prosperity	10,000	-
Common Vision	-	20,000
Community Foundation for Wiltshire	-	16,500
Consortium for Street Children	25,000	-
Corruption Watch SA	-	20,338
Corruption Watch UK	40,000	40,000
Fair Tax Mark	-	10,000
Faith In Water	15,000	15,000
Finance Uncovered	31,000	31,000
Global Alliance for Tax Justice	-	20,000
International Senior Lawyers Project	35,625	35,625
Jubilee Debt Campaign	20,000	-
Just Detention International	-	22,853
King's College London	-	30,000
Labour Behind the Label	20,000	-
Margaret Pyke Trust	-	15,000
Medical Assistance Sierra Leone	15,000	15,000
ONE Campaign	16,000	-
Open Secrets	13,000	-
Overseas Development Institute	-	50,000
Prospect Hospice	-	25,000
QMUL – Barts partnership	-	10,000
Rights and Accountability in Development (RAID)	40,000	40,000
Stamp Out Poverty	-	15,000
Swindon City of Sanctuary	20,000	-
Swindon Museum and Art Gallery Trust	-	50,000
South West International Development Network	10,000	10,000
Survivors Against Terror	10,000	-
Tax Justice Network	32,500	20,000
Tax Justice UK	20,000	-
Transparency International	28,691	-
University of Nottingham (ADAN)	-	10,000
War on Want	-	10,000
Wilton Park	-	10,000
Worldwide Hospice Palliative Care	40,000	40,000
Other grants of £10,000 or less	34,660	119,489
	<hr/>	<hr/>
At the end of the year	536,476	790,805
	<hr/> <hr/>	<hr/> <hr/>

In addition to the grants paid within the year, at the end of the financial year a further £423,896 grants had been committed in this or previous financial years but not yet paid out. Of these commitments, £345,896 will be paid within one year and £78,000 will be paid after one year.

7 Net (expenditure) / income for the year

This is stated after charging / (crediting):

	2019 £	2018 £
Auditor's remuneration (excluding VAT):		
Audit	3,700	3,600
Other services	1,900	1,800
	<u>5,600</u>	<u>5,400</u>

8 Analysis of staff costs, trustee remuneration and expenses, and the cost of key management personnel

Staff costs were as follows:

	2019 £	2018 £
Salaries and wages	54,610	-
Social security costs	6,544	-
Employer's contribution to defined contribution pension schemes	7,980	-
	<u>69,134</u>	<u>-</u>

No employee earned more than £60,000 during the year (2017: nil).

The total employee benefits (including pension contributions and employer's national insurance) of the key management personnel were £69,134 (2017: £0).

The Trust's Director and Trust Manager became employees of the Trust in August 2018. Prior to that they were remunerated as consultants. Consultancy costs totalled £32,744 of which £12,526 is included in administrator and £20,218 in professional fees in Note 5.

9 Trustee remuneration and expenses

Alex Jacobs was engaged by the Trust as a consultant from 16 April 2018 to 31 July 2018. The Charity Commission consented to remunerate Alex Jacobs on 22 March 2018. Alex Jacobs resigned as Chair and Trustee on 21 April 2018. Alex Jacobs became an employee on 1 August 2018. The other charity trustees were neither paid nor received any other benefits from employment with the charity in the year (2018: £nil).

Trustees' expenses represents the payment or reimbursement of travel and subsistence costs totalling £802 (2018: £1,434) incurred by 4 (2018: 4) members relating to attendance at meetings of the trustees.

During the year, donations of £25,000 (2018 : £20,000) were made on behalf of 5 (2018 : 4) trustees to a CAF account for the sole purpose of allowing charitable donations on behalf of the trustees, up to the value of £5,000 for each trustee.

10 Related party transactions

Myles Wickstead, the chair of trustees, was on the Advisory Board of the Coalition for Global Prosperity when the Joffe Trust made a grant of £10,000 to the Coalition for Global Prosperity.

Deb Joffe, a trustee, is a former colleague of the Advocacy Director of Labour Behind the Label whom the Joffe Trust made a grant of £20,000 to.

Aggregate donations from related parties were £50,000 (2018: £nil).

Joffe Charitable Trust

Notes to the financial statements

For the year ended 5 April 2019

11 Taxation

The charitable company is exempt from corporation tax as all its income is charitable and is applied for charitable purposes.

12 Listed investments

	2019 £	2018 £
Fair value at the start of the year	9,333,666	9,656,607
Net additions/(disposals) within portfolio	476,243	(515,559)
Donated shares	50,000	
Net gain / (loss) on change in fair value	296,851	192,618
	<u>10,156,760</u>	<u>9,333,666</u>
Cash held by investment broker pending reinvestment	81,759	985,869
Fair value at the end of the year	<u>10,238,519</u>	<u>10,319,535</u>

13 Social investments

	2019 £	2018 £
Fair value at the start of the year	52,200	117,799
Impairment	-	(65,599)
	<u>52,200</u>	<u>52,200</u>
Investments comprise:	2018 £	2017 £
The Sierra Investment Fund	52,000	52,000
The Africa Integras Fund	100	100
MAIYET (previously known as Peace Ventures)	100	100
	<u>52,200</u>	<u>52,200</u>

The trustees reviewed the carrying value of the Trust's social investments. The value at the year end reflects the trustees' expectations of recovering the initial investments.

14 Debtors: amounts falling due within one year

	2019 £	2018 £
Loans receivable	40,124	40,124
	<u>40,124</u>	<u>40,124</u>

15 Debtors: amounts falling due after more than one year:

	2018 £	2017 £
Loans receivable	185,324	177,344
	<u>185,324</u>	<u>177,344</u>

16 Creditors: amounts falling due within one year

	2019 £	2018 £
Accruals	5,600	5,400
Other creditors	–	3,125
	<u>5,600</u>	<u>8,525</u>

17 Post balance sheet events

The Trust legally transferred to Joffe Charitable Trust CIO (charity registration no: 1180520) at midnight between 5 April 19 and 6 April 19. Funds held in the Trust's bank account therefore became the property of the new CIO on 6 April 19. The following assets have been retained in the unincorporated Trust in accordance with the Transfer Deed:

- the loans to Liliesleaf Trust and Trevor Huddleston Memorial Centre;
- the Trust's three programme related investments held outside the main investment portfolios (Sierra Investment Fund, Africa Integras and Maiyet);
- £100 in the current account.

The value of the asset transfer to Joffe Charitable Trust is £10,643,332. The balance sheet for Joffe Charitable Trust as at 6 April is below:

	As at 6 April 2019 £
Fixed assets:	52,200
Current assets:	
Debtors: amounts falling due within one year	40,124
Cash at bank and in hand	100
Non current assets:	
Debtors: amounts falling due after more than one year	185,324
Net current assets / (liabilities)	<u>225,548</u>
Total net assets / (liabilities)	<u>277,748</u>
The funds of the charity:	
General funds	<u>277,748</u>
Total unrestricted funds	<u>277,748</u>
Total charity funds	<u>277,748</u>