

**COMPANY REGISTRATION NUMBER 5178537
REGISTERED CHARITY NUMBER 1105916**

**THE JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
30 SEPTEMBER 2014**

PRICEWATERHOUSECOOPERS LLP
Chartered Accountants & Statutory Auditor

**THE JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2014

| CONTENTS | PAGE |
|---|----------------|
| Reference and administrative details | 1 |
| Directors' Report | 2 - 10 |
| Independent auditors' report to the members of The James Tudor Foundation | 11 - 12 |
| Statement of financial activities (incorporating the income and expenditure account) | 13 |
| Balance sheet | 14 |
| Cash flow statement | 15 |
| Notes to the financial statements | 16 - 22 |

REFERENCE AND ADMINISTRATIVE DETAILS

FOR THE YEAR ENDED 30 SEPTEMBER 2014

The directors of the company who were in office during the year and up to the date of signing the financial statements were as follows:

| | | |
|-----------|---------------|----------------------------|
| Directors | M G Wren | Chairman |
| | C B Nash | Senior Director |
| | R R G Esler | |
| | R K Jones | |
| | Mrs S E Evans | (appointed 7 January 2014) |

| | |
|--|------------|
| General Manager and Company Secretary | R M I Shaw |
|--|------------|

| | | |
|-------------------|--------------|----------------|
| Honorary Officers | L R Celestin | President |
| | A D Tasker | Vice-President |

| | |
|-------------------|---|
| Registered office | WestPoint 78 Queens Road Bristol BS8 1QU |
|-------------------|---|

| | |
|----------------------|--|
| Independent Auditors | PricewaterhouseCoopers LLP Chartered Accountants and Statutory Auditors 31 Great George Street Bristol BS1 5QD |
|----------------------|--|

| | |
|-------------|--|
| Accountants | Elliott Bunker Limited Chartered Accountants 61 Macrae Road Bristol BS20 0DD |
|-------------|--|

| | |
|------------|---|
| Solicitors | Quality Solicitors Burroughs Day 14 Charlotte Street Bristol BS1 5PT |
|------------|---|

| | |
|---------|---|
| Bankers | National Westminster Bank plc 32 Corn Street Bristol BS1 1HQ |
|---------|---|

| | |
|---------------------|---|
| Investment Managers | Smith & Williamson Investment Management 25 Moorgate London EC2R 6AY |
|---------------------|---|

**THE JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

DIRECTORS' REPORT

YEAR ENDED 30 SEPTEMBER 2014

DIRECTORS' REPORT

The directors, who are trustees for the purpose of the Charities Act 2011, are pleased to present their annual report together with the audited financial statements of The James Tudor Foundation ("The Foundation") for the year ended 30 September 2014.

The financial statements have been prepared in accordance with the requirements of the Memorandum and Articles of Association, the Companies Act 2006, the Charities Act 2011, the applicable accounting standards in the United Kingdom and the requirements of the Statement of Recommended Practice (SORP 2005) "Accounting and Reporting by Charities" (updated in 2008).

Reference and administrative details of the charity, the directors and advisers are set out on page 1 and form part of this report.

HISTORY OF THE FOUNDATION

The Foundation was funded by an endowment following the transfer of membership rights from Bristol Contributory Welfare Association Limited (BCWA) to the Hospital Savings Association Group (now known as Simplyhealth) in 2004.

The Foundation honoured the disbursement obligations that were made at inception and their fulfilment resulted in over £5 million being provided to charitable causes. Since the conclusion of the obligations the directors have set a strategy of living within The Foundation's means so that future beneficiaries are not disadvantaged.

MAIN OBJECTIVE

The James Tudor Foundation has a principal objective of the relief of human sickness. This is achieved by making grants to UK registered charities in response to proposals that fulfil The Foundation's policies, adhere to its guidelines and are of public benefit.

The Foundation seeks to help small charities to stay on their feet, to improve the financial position of medium to large charities and to contribute to medical research that has a high probability of a positive clinical outcome.

PUBLIC BENEFIT

The James Tudor Foundation makes grants to a diverse range of charitable recipients so that public benefit is maximised; this is evidenced in the Achievements and Performance and Grant Making Activities sections of this report. The Foundation has made grants in all the nominated categories.

GRANT-MAKING POLICY, AIMS AND OBJECTIVES

The Foundation has established its grant-awarding policy to achieve its objectives and for the public benefit. In general, the directors seek to make the most appropriate award in terms of scale and duration.

The directors confirm that they refer to the Charity Commission's general guidance on public benefit when reviewing The Foundation's policies, aims and objectives, in planning future activities and in setting the grant-making policies and awards for the year.

GRANT APPLICATION PROCESS

The Foundation is listed in the databases and directories of grant-makers. The Foundation publishes application guidelines and makes them freely available from its website, www.jamestudor.org.uk, together with considerable information on terms and conditions, exclusions, reporting and previous grant-making.

**THE JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

DIRECTORS' REPORT (*continued*)

YEAR ENDED 30 SEPTEMBER 2014

GRANT PRIORITIES AND SELECTION PROCESS

The directors use a model of programme areas to help potential applicants interpret the principal aim of the relief of sickness. The programme of priorities was established in 2005 and is reviewed annually.

The programme framework was increased to six areas as the result of a strategic review conducted in October 2011 so that charities working overseas might be reported on separately and so that monitoring could incorporate guidance published by the Charity Commission. A full grant assessment was conducted during the year under review and the directors concluded no change in structure was necessary.

The six programmes are:

1. Palliative care
2. Medical research
3. Health education, awards and scholarships
4. Direct relief of sickness
5. Overseas work for the relief of sickness
6. Activities that fulfil The Foundation's objects by other means.

ACHIEVEMENTS AND PERFORMANCE

The directors have taken key performance indicators into account within the year under review. Significant indicators are investment performance; quantity and standard of applications; quantity and distribution of grants; quality of grant recipient reports received.

The number of full applications has been managed through the use of a two-stage application process. This approach has helped many applicants to proceed successfully whilst others had an early indication that a full application might not be fruitful. The process contributes significantly to the quality of applications received. Of the 230 (2013: 233) outlines dealt with, 33 (2013: 39) became full written applications.

Grants have been distributed throughout the 6 programme areas identified and the overall value of awards was greater than that awarded in the previous year.

A summary of applications and grants awarded is included in the following pages.

APPLICATIONS RECEIVED 2013-2014

219 full written applications were received (2013: 181), 33 of which were the product of the outline proposal step previously mentioned (2013: 39). Of the 219 received, 174 [79%] were eligible (2013: 144 [80%]), maintaining the very high level of applications that fit The Foundation's aims and objectives. At year-end 44 applications were in progress (2013: 30), 3 applications were held awaiting further information (2013: 8), 41 were declined (2013: 30) and 0 withdrawn (2013: 1).

GRANT-MAKING ACTIVITIES

The Directors decided to substantially increase the total value of awards over the previous year.

A total of 89 (2013: 59) grants were paid to institutions; no grant was paid to an individual. Net grants of £821,918 were paid in the year; a 30% increase over the previous year (2013: £633,117). This included £31,400 (2013: £40,644) for new obligations recognised but falling due in the future. 3 instalment payments are due within 12 months and 6 instalments fall due at a time greater than 12 months.

Of the £25,000 awarded to Aspire in 2011-12 and thence held in a designated account for an Assisted Housing Programme project last year, only £19,750 was spent, the unspent balance of £5,250 was returned to the unrestricted fund.

**THE JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

DIRECTORS' REPORT (*continued*)

YEAR ENDED 30 SEPTEMBER 2014

GRANT-MAKING ACTIVITIES, CONTINUED

6 payments were made in honouring constructive obligations accounted for in a previous year totalling £35,970. This included awards for spinal injuries, visual impairment, head injuries, oxygen treatment and bursaries.

Of the net funds distributed in this year:

- 16% was provided for palliative care (2013: 16%);
- 24% was provided for medical research (2013: 25%);
- 10% was provided for health education and scholarships (2013:10%);
- 22% was provided for the direct relief of sickness (2013: 21%);
- 12% was provided for overseas work for the relief of sickness (2013: 15%); and
- 16% was provided as donations that fulfil The Foundation's objects by other means (2013:13%).

Palliative care

Palliative care provides a community service and end-of-life support to people affected by life-limiting illnesses and complex needs. Palliative care is a major area of activity for The Foundation and a public health priority. Work in this area has benefitted those in need be that child or adult, family or carer. 10 grants (2013: 10) were awarded, all of which match The Foundation's objectives and demonstrate clear public benefit. Awards in this category show a wide distribution across the United Kingdom and have not been restricted geographically or by age of ultimate benefactor. The awards cover a spectrum of services although there is a clear move in this sector to community and hospice-at-home provision.

A total of £127,923 (2013: £98,992) was awarded in this category, a significant increase over the value of awards made in the previous year.

The most significant grants were:

- Isabel Hospice, Hertfordshire received 2 awards totalling £30,000.
One award of £15,000 was for continued provision of Palliative Care Support Workers as part of the Hospice at Home emergency response team. An additional £15,000 was awarded for the purchase of equipment following the closure of the QEII Hospital, on which site the in-patient hospice unit resides.
- Shakespeare Hospice, Warwickshire, was awarded £20,822 towards the cost of transition support services for young people with life limiting conditions.
- Children's Hospice South West was awarded £20,000 towards the cost of a Specialist Paediatric Palliative Care Doctor based at Charlton Farm near Bristol.

A further 4 awards individually of more than £10,000 were made in this category to: St Peter's Hospice, Bristol, £15,000 for Access (triage) team support; Cancerkin, £13,200 for lymphoedema services; St Margaret's Hospice, £11,000 towards a clinical specialist nurse; and St Luke's Hospice, £10,000 for end of life pathway development for homeless people.

A further 2 awards were made individually of less than £10,000 that totalled £7,901. These awards were provided for occupational therapy treatments, communication and other equipment. 1 discretionary award of £3,000 was made in this category.

Medical research

Medical research contributes to knowledge, academic advancement and ultimately symptom relief. Research outcomes improve the economy, public health, the effectiveness of public services, policy and quality of life.

**THE JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

DIRECTORS' REPORT (*continued*)

YEAR ENDED 30 SEPTEMBER 2014

GRANT-MAKING ACTIVITIES, CONTINUED

Medical research, continued

The directors continue to demonstrate support for medical research with an aim of ultimately providing benefit to the public. Work in this area benefits academics and future researchers through education, the dissemination of findings and on-going research and has a goal of positive clinical outcomes for the benefit of sufferers, their families and carers.

8 grants (2013: 6) were awarded in this category totalling £200,014 (2013: £161,167). The increase reflects an on-going commitment to medical research and a general increase in funding activity during the year.

The most significant awards were:

1. The University of Bristol received 2 awards for the continuation of research projects funded in the previous year.
 - £38,347 continued funding for a PhD student to work with Dr Sally Dickinson, former James Tudor Research Fellow, and Professor Hollander. Their work seeks to identify a key marker to find effective stem cells for cartilage regeneration.
 - £29,000 continued funding for a PhD student to work with Dr Lucy Crompton, previously a James Tudor Foundation Research Fellow, on modelling for Parkinson's disease using the stem cell protocol developed by Dr Crompton.
2. The University of Nottingham received £50,000 to continue the Brain Mapping MRI project.
3. Blond McIndoe Research Foundation was awarded a total of £28,000 for the development of tissue scaffolding for reconstructive surgery. £5,600 has been paid and a constructive obligation of £22,400 was entered into.

A further 3 awards individually of more than £10,000 were made in this category to: Tommy's The Baby Charity, £19,167 for research into pre-term labour; the University of Bath, £18,500 to continue SMART bandage research; and the University of East Anglia, £12,000 towards melanoma prognosis

1 award individually of less than £10,000 was made. No discretionary award was made in this category.

Health education, awards and scholarships

The key benefits in this area of funding are the publication and dissemination of health related information, the benefits accrued through scholarship and the introduction of newly acquired practices. Although generally fewer applications are received in this category it attracts a broad spectrum of proposals.

In this year 12 grants (2013: 5) were made totalling £79,875 (2013: £63,087), a rise in number and total value of awards over the previous year. The amount included £5,500 which was awarded but payment had not been completed.

The most significant award was:

1. Penny Brohn Cancer Care received £25,000 in continuity funding for the Information Service.

No other awards of more than £10,000 were made.

11 awards of less than £10,000 were made totalling £54,875. This included an award of £3,750 of which £750 has been paid and a constructive obligation of £3,000 was entered into. 1 discretionary award of £2,100 was made in this category.

Awards of up to £10,000 were granted to address tuberculosis, foetal alcohol syndrome, anaphylaxis, cardiac risk and autism as well as to provide for lectureships, bursaries and specialist medical training sessions.

The direct relief of sickness

This is the most populous category; 28 (2013: 19) grants were approved representing a broad range of causes, spread throughout the United Kingdom. These awards contribute to the preservation of health and assist in the treatment and care of persons suffering from mental or physical illness.

**THE JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

DIRECTORS' REPORT *(continued)*

YEAR ENDED 30 SEPTEMBER 2014

GRANT-MAKING ACTIVITIES, CONTINUED

The direct relief of sickness, continued

The total amount awarded in this category was £185,185 (2013: £131,877).

The most significant awards were:

1. Above & Beyond, £30,000 as funding for a phlebotomy room at the Bristol Haematology and Oncology Centre
2. Teenage Cancer Trust, £25,000 for a youth support worker in South West England
3. Special Effect, £11,925 contributing to the assessment costs for adults and children with the most severe physical disabilities

2 further awards individually of £10,000 or more were made in this category to: Changing Faces, £10,000 towards a clinical support nurse; and Headway, £10,000 as a contribution to a nurse advisor.

A further 23 awards individually of less than £10,000 which totalled £98,260 were made, including 6 discretionary awards totalling £12,550. These awards were provided for equipment, counselling, low cost clinics, volunteer training and health-related services

The achievement of The Foundation's objects by other means

The directors recognise that not all applications which contribute to the fulfilment of The Foundation's objects neatly fit into one of the previously defined categories. It was not intended to restrict applications by applying a narrow criterion and therefore this additional category is provided so that other charitable organisations can provide public benefit with the assistance of The Foundation.

The inclusion of this category has enabled the directors of The Foundation to approve an additional 15 (2013: 11) awards in the year under review totalling £96,661 (2013: £95,603). There was an unspent balance of £5,250 which was returned to the unrestricted fund.

The most significant awards were:

1. Hafal, £17,476 for a National Service Co-ordinator for mental health in Wales
2. Meningitis Now, £15,000 towards the hardship grant programme it administers
3. Aspire, £13,500 for the Aspire Assistive Technology programme

2 additional awards individually of more than £10,000 were made in this category to: GivingWorld, £13,492 towards income generation and BASIC, £12,000 as contribution to the work of the Vocational Officer.

A further 10 awards were made individually of less than £10,000, which totalled £29,943, including 2 discretionary awards totalling £2,000. These awards provided for volunteer recruitment, equipment, income generation, appeals, support groups and equipment.

Overseas work for the relief of sickness

This classification recognises the significance of work funded overseas as well as the need for particular grant management. In this year 16 (2013: 8) grants were approved.

The total amount awarded in this category was £132,260 (2013: £82,391).

The most significant awards were:

1. The World Health Organisation, £25,000 for continued support for services to prevent unsafe abortion
2. The Leprosy Mission, £15,198 for leprosy treatment and support services
3. Cure International UK, £14,768 towards hip dysplasia clinic equipment

2 additional awards individually of £10,000 or more were made in this category to: Health Poverty Action, £12,000 for maternal care for pastoralists, a project based in Kenya; and Sense International, Romania, £11,334 towards an Early Intervention Programme for deaf-blind babies.

**THE JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

DIRECTORS' REPORT (*continued*)

YEAR ENDED 30 SEPTEMBER 2014

GRANT-MAKING ACTIVITIES, CONTINUED

Overseas work for the relief of sickness, continued

A further 11 awards were made individually of less than £10,000 which totalled £53,960, including 2 discretionary awards that totalled £2,000. These awards were provided for:

Disaster appeals, India and Philippines; Rural mental health, Kenya; Maternal health education, Belarus, Liberia and Nepal; Mobile health clinics, Malawi; De-institutionalisation of orphans, Moldova; Dental care, Philippines; and AIDS education, Tanzania.

PERFORMANCE MONITORING AND REVIEW

The directors place great emphasis on monitoring and evaluation so that they can satisfy themselves that grants have achieved what was originally intended and are wholly in the public benefit.

When receiving reports the directors are keen to ensure that no unhelpful influence on grant-making policy is exerted as a result of projects that lend themselves to quantitative results at the potential expense of more worthwhile projects that have less quantifiable outcomes.

The Foundation publishes guidelines to help grant recipients provide information on the progress and outcomes of awards made. The reports provide information for directors to be able to make decisions on the award programmes, award progress, achievements and outcomes and the fulfilment of public benefit.

The directors conducted a full 3-year assessment of all activities in the year under review and it was felt that no change to current practices was required.

FINANCIAL REVIEW AND PERFORMANCE

The Foundation is funded by an expendable endowment and is dependent on the income from its investments. The total incoming resources in the year ended 30 September 2014 were £968,443 (2013: £1,049,341).

A total of £1,039,369 (2013: 920,408) has been spent on charitable activities and the governance and administration of The Foundation, of which £821,918 (2013: £633,117) was grant funding. Grant funding is related to the total net assets at the conclusion of the previous year and not income generated in the year under review.

The Foundation continues to maintain healthy finances whilst providing considerable support to charities that help them to fulfil their charitable objects.

INVESTMENT POLICY AND PERFORMANCE

Within the trust deeds there are no restrictions on The Foundation's power to invest. In accordance with The Foundation's investment policy fund managers are instructed to make investment under strict guidelines to maximise the long-term return to the portfolio in order to maintain the real value of its investments whilst providing income so that maximum returns for beneficiaries are provided.

The Foundation's investment strategy is regularly reviewed and full assessments take place during the year. The directors have instructed the investment managers to maintain a low-to-medium risk investment strategy.

Although a total return target has been set, investment performance is compared in aggregate with a benchmark of FTSE 100 and FTSE Actuaries Under 5 year Gilts. The actual rate of return for investments was 7.54% (2013: 13.2%) compared to the 4.64% (2013: 9.1%) achieved by the aggregated benchmark return. This was an agreeable result given the challenging financial environment.

**THE JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

DIRECTORS' REPORT *(continued)*

YEAR ENDED 30 SEPTEMBER 2014

RESERVES POLICY

The Foundation has a reserves policy which is reviewed annually in order to ensure operations can continue without interruption or harm to its creditors. At a time when the year-end reserves fall below the stated free reserve, a proposal to transfer funds from the expendable endowment fund is drafted for consideration at the next meeting of the directors.

The directors aim to maintain free reserves at a level which equates to at least three months' governance and support costs and to cover constructive obligations which are to fall due. The Foundation's free reserves are represented by the unrestricted funds not committed or invested in tangible fixed assets. At the year ended 30 September, free reserves amounted to £286,647 (2013: £357,573) which is greater than the target reserves. The directors review reserves policy regularly.

RISK MANAGEMENT

The management of The Foundation and the execution of its strategy are subject to a number of risks. The directors have considered the major risks to which The Foundation is exposed and a risk framework, policies, procedures and systems have been established to manage and monitor those risks. If more than one risk event occurs at one time the impact may compound the possible adverse effect on The Foundation.

Principal risks

The directors conducted a full governance and risk assessment during the year under review. In this year's review of the risk framework the impact of unforeseen investment conditions on The Foundation's investment portfolio and related income was recognised as the principal risk. All risks had been previously classified as financial, operational or a matter of governance and were assessed. Mitigations were considered so that these risks become acceptable to the directors.

The Foundation's policy in managing identified forms of financial risk includes:

Price risk

Salary costs are communicated to staff during the formal annual salary reviews. Prices for services are subject to contracts with suppliers, based on current market prices.

Credit risk

The Foundation has low levels of debtors and therefore has very low levels of credit risk.

Liquidity, interest rate and cash flow risk

The Foundation is able to place surplus funds on short term deposit accounts with The Foundation's bankers.

PLANS FOR FUTURE YEARS

The directors have previously set a strategy for The Foundation to live broadly within its means so as to not disadvantage future beneficiaries.

During the year a full strategy meeting was conducted at which the directors reviewed past performance, grant administration and categorisation, future plans and developments. The directors considered all available options and decided no change was necessary.

Good relationships have been established with many grant recipients. Where grants have proved to be efficient and effective as well as serving the public benefit and matching The Foundation's objectives, further support is frequently provided. More enduring relationships are the source of reports that indicate the long-term positive impact of the grant-awarding activities of The Foundation. However, the directors continue to welcome applications from charities that have not been previously funded provided they meet the grant priorities and selection criteria set.

**THE JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

DIRECTORS' REPORT *(continued)*

YEAR ENDED 30 SEPTEMBER 2014

PLANS FOR FUTURE YEARS, CONTINUED

The directors will review the grant formula at a meeting following the financial year-end. Given the strategic review conducted as well as the substantial increase in total awards approved by the directors for the year under review, it is unlikely that there will be a significant change in the extent of awards or award categories used.

STRUCTURE OF THE FOUNDATION

The Foundation is a charitable company limited by guarantee. The governing documents for The Foundation are the Memorandum and Articles of Association. The directors are appointed by the board of directors. The Articles of Association provide for a minimum of three directors, to a maximum of ten.

The board of directors has formally approved arrangements for the recruitment and induction of directors and keeps the skills requirement for the board under review. In the event that a director retires or additional directors are required, the board considers the recruitment of new directors. A nomination committee exists to assist in the identification of potential new members of the board.

At the directors' meeting in January 2014 Mrs S E Evans was appointed director and trustee of The James Tudor Foundation.

On appointment new directors are provided with an information pack containing a brief history of The Foundation, copies of board minutes, copies of the most recent Annual Report and Financial Statements, a copy of the Memorandum and Articles of Association and copies of the Charity Commission's guidance "The Essential Trustee" and "Charities and Public Benefit".

All directors give their time freely and no remuneration was paid in this year to a director. Details of director expenses are disclosed in the financial statements, see Note 9. Directors are required to disclose all relevant interests and these are reviewed annually and recorded in the Directors' Register.

At their quarterly meetings the directors agree strategy and areas of activity for The Foundation, including consideration of grant-making, monitoring and evaluation, investment, reserves and risk management policies and performance. The day-to-day administration of grants and the processing and handling of applications prior to consideration by the directors is delegated to the General Manager.

The directors have policies for the management of employment and equality and are mindful of environmental issues. In accordance with The Foundation's policy for the management of potential conflicts of interest or loyalty, directors withdraw from decisions where a potential conflict of interest arises.

The Foundation does not actively fundraise and seeks to continue its charitable work through the careful stewardship of its existing resources.

The Foundation is a member of the Association of Charitable Foundations ("ACF") and the Charity Finance Group ("CFG"). Professional advice is sought from outside advisers as and when necessary.

**THE JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

DIRECTORS' REPORT (continued)

YEAR ENDED 30 SEPTEMBER 2014

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Trustees (who are also Directors of The James Tudor Foundation for the purposes of company law) are responsible for preparing the Directors' Report and the Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

- 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 have been followed, subject to any material 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 charitable company will continue in business.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

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

SMALL COMPANY EXEMPTION

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

INDEPENDENT AUDITORS

A resolution to reappoint PricewaterhouseCoopers LLP as auditors to the company will be proposed at the Annual General Meeting.

Approved by the directors on the 13th January 2015 and signed on their behalf by:



M G Wren
Chairman and Director

**THE JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE JAMES TUDOR
FOUNDATION**

YEAR ENDED 30 SEPTEMBER 2014

REPORT ON THE FINANCIAL STATEMENTS

OUR OPINION

In our opinion the financial statements, defined below:

- give a true and fair view of the state of the charitable company's affairs as at 30 September 2014 and of its incoming resources and application of resources, including its income and expenditure and cash flows 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 Companies Act 2006.

This opinion is to be read in the context of what we say in the remainder of this report.

WHAT WE HAVE AUDITED

The financial statements, which are prepared by The James Tudor Foundation comprise:

- the balance sheet as at 30 September 2014;
- the statement of financial activities including the summary income and expenditure account for the year then ended;
- the cash flow statement for the year then ended; and
- the accounting policies; and
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In applying the financial reporting framework, the Directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

WHAT AN AUDIT OF FINANCIAL STATEMENTS INVOLVES

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) ("ISAs (UK & Ireland)"). 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 company's circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of significant accounting estimates made by the directors; and
- the overall presentation of the financial statements.

In addition, we read all the financial and non-financial information in the Directors' Annual Report 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 OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Directors' Annual Report, for the financial year for which the financial statements are prepared is consistent with the financial statements.

**THE JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE JAMES TUDOR
FOUNDATION**

YEAR ENDED 30 SEPTEMBER 2014

OTHER MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

**ADEQUACY OF ACCOUNTING RECORDS AND INFORMATION AND EXPLANATIONS
RECEIVED**

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.

DIRECTORS' REMUNERATION

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of Directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

ENTITLEMENT TO EXEMPTIONS

Under the Companies Act 2006 we are required to report to you if, in our opinion, the Directors were not entitled to: prepare financial statements in accordance with the small companies' regime; take advantage of the small companies' exemption in preparing the Directors' Annual Report; and take advantage of the small companies exemption from preparing a Strategic Report. We have no exceptions to report arising from this responsibility.

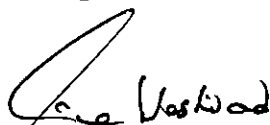
RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS AND THE AUDIT

OUR RESPONSIBILITIES AND THOSE OF THE DIRECTORS

As explained more fully in the Directors' Responsibilities Statement set out on page 10, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

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

This report, including the opinions, has been prepared for and only for the charity's members and directors as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.



Fiona Westwood (Senior Statutory Auditor)

for and on behalf of PricewaterhouseCoopers LLP

Chartered Accountants and Statutory Auditors

Bristol 13 January 2015

**THE JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)**

YEAR ENDED 30 SEPTEMBER 2014

| | Note | Unrestricted Funds £ | Endowment Funds £ | Total Funds 2014 £ | Total Funds 2013 £ |
|--|------|----------------------------|-------------------------|--------------------------|--------------------------|
| INCOMING RESOURCES | | | | | |
| Incoming resources from generated funds: | | | | | |
| Investment income | 2 | <u>895,012</u> | <u>73,431</u> | <u>968,443</u> | 1,049,341 |
| TOTAL INCOMING RESOURCES | | <u>895,012</u> | <u>73,431</u> | <u>968,443</u> | 1,049,341 |
| RESOURCES EXPENDED | | | | | |
| Costs of generating funds: | | | | | |
| Investment management costs | 3 | – | (73,431) | (73,431) | (70,285) |
| Charitable activities | 4 | (932,566) | – | (932,566) | (801,128) |
| Governance costs | 5 | (33,372) | – | (33,372) | (48,995) |
| TOTAL RESOURCES EXPENDED | | <u>(965,938)</u> | <u>(73,431)</u> | <u>(1,039,369)</u> | (920,408) |
| NET (OUTGOING) /INCOMING RESOURCES BEFORE OTHER RECOGNISED GAINS AND LOSSES | | | | | |
| | 7 | (70,926) | – | (70,926) | 128,933 |
| Realised losses on disposal of investment assets | | – | (79,084) | (79,084) | (291,712) |
| Gains on revaluation and disposal of investment assets | | – | 1,166,217 | 1,166,217 | 2,311,267 |
| NET MOVEMENT IN FUNDS | | <u>(70,926)</u> | <u>1,087,133</u> | <u>1,016,207</u> | 2,148,488 |
| RECONCILIATION OF FUNDS | | | | | |
| Fund balances brought forward at 1 October | | <u>357,573</u> | <u>25,923,447</u> | <u>26,281,020</u> | 24,132,532 |
| FUND BALANCES CARRIED FORWARD AT 30 SEPTEMBER | | <u>286,647</u> | <u>27,010,580</u> | <u>27,297,227</u> | 26,281,020 |

The Statement of Financial Activities includes all gains and losses in the current and prior year and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

There is no difference between the incoming resources for the year stated above, and their historical cost equivalents.

The notes on pages 16 to 22 form part of these financial statements.

**THE JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

BALANCE SHEET

30 SEPTEMBER 2014

| | Note | 2014 £ | 2013 £ |
|--|------|-------------------|-------------------|
| FIXED ASSETS | | | |
| Tangible assets | 11 | 553 | 841 |
| Investments | 12 | 27,222,919 | 26,245,980 |
| TOTAL FIXED ASSETS | | <u>27,223,472</u> | <u>26,246,821</u> |
| CURRENT ASSETS | | | |
| Debtors | 13 | 100,967 | 96,582 |
| Cash at bank and in hand | | 56,710 | 45,886 |
| TOTAL CURRENT ASSETS | | <u>157,677</u> | <u>142,468</u> |
| CREDITORS: Amounts falling due within one year | 14 | <u>(59,872)</u> | <u>(89,697)</u> |
| NET CURRENT ASSETS | | <u>97,805</u> | <u>52,771</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>27,321,277</u> | <u>26,299,592</u> |
| CREDITORS: Amounts falling due after more than one year | 15 | <u>(24,050)</u> | <u>(18,572)</u> |
| NET ASSETS | | <u>27,297,227</u> | <u>26,281,020</u> |
| THE FUNDS OF THE CHARITY | | | |
| Endowment funds | 16 | 27,010,580 | 25,923,447 |
| Unrestricted income funds | 17 | 286,647 | 357,573 |
| TOTAL CHARITY FUNDS | | <u>27,297,227</u> | <u>26,281,020</u> |

These financial statements as set out on pages 13 to 22 were approved the Board of Directors on

13th January 2015.....and signed on its behalf by



M G WREN
Chairman and Director

The notes on pages 16 to 22 form part of these financial statements.

**THE JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

CASH FLOW STATEMENT

YEAR ENDED 30 SEPTEMBER 2014

| | 2014 £ | 2013 £ |
|--|-------------------------|-----------------------|
| RECONCILIATION OF NET (OUTGOING)/INCOMING RESOURCES BEFORE TRANSFERS TO NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES | | |
| Net (outgoing)/incoming resources before transfers | (70,926) | 128,933 |
| Income from investments | (967,971) | (1,048,836) |
| Interest receivable | (472) | (505) |
| Depreciation | 288 | 434 |
| Decrease /(Increase) in debtors | 543 | (341) |
| Decrease in creditors | (24,347) | (7,010) |
| Net cash outflow from operating activities | <u>(1,062,885)</u> | <u>(927,325)</u> |
| RETURNS ON INVESTMENTS AND SERVICING OF FINANCE | | |
| Income from fixed asset investments | 963,043 | 1,052,395 |
| Interest received | 472 | 505 |
| Net cash inflow from returns on investments and servicing of finance | <u>963,515</u> | <u>1,052,900</u> |
| CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT | | |
| Payments to acquire tangible fixed assets | – | (850) |
| Acquisition of other investments | (3,328,245) | (10,926,373) |
| Disposal of other investments | 2,966,569 | 11,353,005 |
| Net cash (outflow)/inflow from capital expenditure | <u>(361,676)</u> | <u>425,782</u> |
| (DECREASE)/INCREASE IN CASH | <u><u>(461,046)</u></u> | <u><u>551,357</u></u> |

**RECONCILIATION OF NET CASH FLOW MOVEMENT TO MOVEMENT
IN NET FUNDS**

| | 1 Oct 13 £ | Cash flows £ | 30 Sep 14 £ |
|---------------------------------|----------------|------------------|----------------|
| Cash in hand and at bank | 45,886 | 10,824 | 56,710 |
| Cash held by investment manager | 811,175 | (471,870) | 339,305 |
| | <u>857,061</u> | <u>(461,046)</u> | <u>396,015</u> |

The notes on pages 16 to 22 form part of these financial statements.

**JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

YEAR ENDED 30 SEPTEMBER 2014

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, except for investments which are included at market value and the revaluation of certain fixed assets, and in accordance with applicable United Kingdom accounting standards, the Statement of Recommended Practice 'Accounting and Reporting by Charities', SORP 2005 the Companies Act 2006 and the Charities Act 2011. These accounting policies have been applied consistently. The accounts are prepared on the basis of a going concern.

Investment assets and income

Investments are included in the financial statements at market value, with realised and unrealised gains and losses included in the statement of financial activities (SOFA).

All incoming resources, including donations, are included in the SOFA when The Foundation is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Investment income includes all dividends and interest paid during the year, adjusted at the year-end for income due on those investments that were ex-dividend and for interest accrued. No adjustment is made for accrued income within the price of securities which were acquired or disposed of during the year.

Fund accounting

The unrestricted fund is available for use at the discretion of the directors in furtherance of the general objectives of The Foundation and which has not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Directors for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

The endowment fund represents those assets which are to be held by The Foundation, principally investments and cash. Any capital gains or losses arising on the investments form part of the fund. Investment management charges and legal advice relating to this fund are charged against the fund. Apart from an amount equal to this total charge to the fund, income arising on the endowment fund can be used in accordance with the objects of the charity and is included as unrestricted income.

Grants

Grant commitments are dealt in the financial statements with on an accruals basis.

Grants made from restricted funds are:

- Specific charitable projects that are within an area of interest that match The Foundation's objectives and grant criteria with the final allocation resting with The James Tudor Foundation's trustees.

Unrestricted funds used for grants comprise endowment income which is allocated at the discretion of the Trustees to priority needs identified in The James Tudor Foundation's own grants programme.

Resources expended

All expenditure is accounted for on an accruals basis and is recognised as soon as there is a legal or constructive obligation committing The Foundation to the expenditure. The charitable company is not registered for value added tax and accordingly expenditure is shown gross of irrecoverable value added tax.

**JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

YEAR ENDED 30 SEPTEMBER 2014

1. ACCOUNTING POLICIES, CONTINUED

Resources expended, continued

Cost of generating funds represents those costs attributable to managing the investment portfolio and raising investment income, namely investment management fees and support costs.

Direct charitable expenditure comprises those costs attributable to the main activities of The Foundation, representing grants and support costs. Grants are included in this category when they have been unconditionally approved by the trustees and the beneficiaries have been informed, irrespective of the year covered by the grants. The value of such grants unpaid at the year-end is accrued in the balance sheet.

Governance costs are those costs incurred in connection with the administration of the charity and to comply with constitutional and statutory requirements.

All support costs represent staff, office and other costs incurred in supporting the charitable company's work. These are allocated to the above categories on the basis of estimated staff time.

Tangible fixed assets and depreciation

Tangible fixed assets are held on the balance sheet at cost less accumulated depreciation. Costs include the purchase price of the asset and the costs incurred in bringing the asset into use. Assets costing in excess of £200 are capitalised.

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Equipment - 4 years, straight line basis.

Pension costs

The company contributes to defined contribution pension schemes for employees. The assets of those schemes are held separately from those of the company. The annual contributions payable are charged to the statement of financial activities.

2. INVESTMENT INCOME

| | Unrestricted Funds | Endowment Funds | Total Funds 2014 | Total Funds 2013 |
|------------------------------|-------------------------------|----------------------------|-----------------------------|-----------------------------|
| | £ | £ | £ | £ |
| Equities - Ordinary shares | 612,311 | – | 612,311 | 564,367 |
| Equities - Preference shares | 162,618 | – | 162,618 | 151,459 |
| Fixed interest | 120,083 | 72,959 | 193,042 | 333,010 |
| Bank interest receivable | – | 472 | 472 | 505 |
| | <u>895,012</u> | <u>73,431</u> | <u>968,443</u> | <u>1,049,341</u> |

3. INVESTMENT MANAGEMENT COSTS

| | Endowment Funds | Total Funds 2014 | Total Funds 2013 |
|----------------------------|----------------------------|-----------------------------|-----------------------------|
| | £ | £ | £ |
| Investment management fees | <u>73,431</u> | <u>73,431</u> | <u>70,285</u> |

**JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

YEAR ENDED 30 SEPTEMBER 2014

4. COSTS OF CHARITABLE ACTIVITIES BY ACTIVITY TYPE

| | Grants £ | Support costs £ | Total Funds 2014 £ | Total Funds 2013 £ |
|---------------------------|----------------|--------------------|--------------------------|--------------------------|
| Palliative care | 127,923 | 17,219 | 145,142 | 125,259 |
| Medical Research | 200,014 | 26,927 | 226,941 | 203,937 |
| Health Education | 79,875 | 10,754 | 90,629 | 79,829 |
| Direct relief of sickness | 185,185 | 24,931 | 210,116 | 166,873 |
| Other | 96,661 | 13,012 | 109,673 | 120,974 |
| Overseas | 132,260 | 17,805 | 150,065 | 104,256 |
| | <u>821,918</u> | <u>110,648</u> | <u>932,566</u> | <u>801,128</u> |

During the year 87(2013:59) grants were paid to institutions. No grants were paid to individuals (2013: none).

A breakdown of the grants payable to institutions can be obtained from the General Manager and a summary of the main grants activity can be found in the Directors' Report.

5. GOVERNANCE COSTS

| | Unrestricted Funds £ | Total Funds 2014 £ | Total Funds 2013 £ |
|-----------------------------|----------------------------|--------------------------|--------------------------|
| Salaries and wages | 10,118 | 10,118 | 16,075 |
| Employer's NIC | 919 | 919 | 1,549 |
| Audit fees | 7,830 | 7,830 | 6,402 |
| Legal fees | 6,669 | 6,669 | 16,203 |
| Costs of trustees' meetings | 3,784 | 3,784 | 3,479 |
| Other pension costs | 781 | 781 | 1,276 |
| Other office costs | 3,271 | 3,271 | 4,011 |
| | <u>33,372</u> | <u>33,372</u> | <u>48,995</u> |

6. ANALYSIS OF SUPPORT COSTS

| | Staff Costs £ | Other Costs £ | Total Funds 2014 £ | Total Funds 2013 £ |
|---------------------------|---------------------|---------------------|--------------------------|--------------------------|
| Palliative care | 13,486 | 3,733 | 17,219 | 26,267 |
| Medical Research | 21,090 | 5,837 | 26,927 | 42,770 |
| Health Education | 8,423 | 2,331 | 10,754 | 16,742 |
| Direct Relief of Sickness | 19,527 | 5,404 | 24,931 | 34,996 |
| Other | 10,192 | 2,820 | 13,012 | 25,371 |
| Overseas | 13,946 | 3,859 | 17,805 | 21,865 |
| Governance Costs | <u>11,818</u> | <u>3,271</u> | <u>15,089</u> | <u>22,911</u> |
| | <u>98,482</u> | <u>27,255</u> | <u>125,737</u> | <u>190,922</u> |

Support costs are allocated on the basis of estimated staff time.

**JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

YEAR ENDED 30 SEPTEMBER 2014

7. NET INCOMING RESOURCES FOR THE YEAR

This is stated after charging:

| | 2014 | 2013 |
|--|---------------------|--------------|
| | £ | £ |
| Staff pension contributions | 6,509 | 10,632 |
| Depreciation | 288 | 434 |
| Auditors' remuneration: - audit of the financial statements | <u>6,525</u> | <u>6,335</u> |

Auditors' remuneration is provided net of value added tax.

8. FUND TRANSFERS

The transfer of £5,250 from the Designated Fund represents a grant award previously allocated to Aspire which was unspent and has therefore been transferred back to unrestricted funds.

9. STAFF COSTS AND EMOLUMENTS

Total staff costs were as follows:

| | 2014 | 2013 |
|-----------------------|----------------------|----------------|
| | £ | £ |
| Wages and salaries | 84,314 | 133,960 |
| Social security costs | 7,659 | 12,904 |
| Other pension costs | <u>6,509</u> | <u>10,632</u> |
| | <u>98,482</u> | <u>157,496</u> |

Particulars of employees:

The average monthly number of employees during the year, calculated on the basis of full-time equivalents, was as follows:

| | 2014 | 2013 |
|--------------------------------|-----------------|----------|
| | No | No |
| Number of administrative staff | <u>2</u> | <u>2</u> |

The number of employees whose remuneration for the year fell within the following bands, were:

| | 2014 | 2013 |
|----------------------|-----------------|----------|
| | No | No |
| £100,000 to £109,999 | <u>-</u> | <u>1</u> |

Total employer contributions in the year for the provision of defined contribution pension schemes in respect of employees earning more than £60,000 were £nil (2013: £9,967).

No Director or connected person received any remuneration either directly or indirectly.

During the year M G Wren received £61 for travel and subsistence expenses (2013: M G Wren received £64 for travel and subsistence expenses). No Director or connected person received any remuneration either directly or indirectly.

**THE JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

YEAR ENDED 30 SEPTEMBER 2014

10. TAXATION

The Foundation has no liability to corporation tax as it is exempt on income and gains that are applied for wholly charitable purposes.

11. TANGIBLE FIXED ASSETS

| | Equipment £ |
|--|------------------------|
| COST | |
| At 1 October 2013 and 30 September 2014 | <u>4,022</u> |
| ACCUMULATED DEPRECIATION | |
| At 1 October 2013 | 3,181 |
| Charge for the year | <u>288</u> |
| At 30 September 2014 | <u>3,469</u> |
| NET BOOK VALUE | |
| At 30 September 2014 | <u>553</u> |
| At 30 September 2013 | <u>841</u> |

The fixed assets are used for management and administration purposes.

12. FIXED ASSET INVESTMENTS

Movement in market value

| | 2014 £ | Restated 2013 £ |
|---------------------------------------|--------------------------|-----------------------|
| Market value at 1 October | 25,434,805 | 23,841,882 |
| Acquisitions at cost | 3,328,245 | 10,926,373 |
| Disposal proceeds | (2,966,569) | (11,353,005) |
| Net gains on revaluations in the year | <u>1,087,133</u> | <u>2,019,555</u> |
| Market value at 30 September | 26,883,614 | 25,434,805 |
| Portfolio Cash | 339,305 | 811,175 |
| | <u>27,222,919</u> | <u>26,245,980</u> |
| Unrealised gains at year end* | 2,795,437 | 1,627,028 |
| Historical cost at 30 September | <u>24,427,482</u> | <u>24,618,952</u> |

*There was an error in the cumulative unrealised gains calculation previously stated as £2,438,203, now corrected to the above. This is solely a correction to the note and no Statement of Financial Activities or Balance Sheet correction is required.

**THE JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

YEAR ENDED 30 SEPTEMBER 2014

12. FIXED ASSETS INVESTMENTS - CONTINUED

Analysis of investments

| | 2014 £ | 2013 £ |
|---|-------------------------------------|------------------------------------|
| | Total Funds 30 Sept 2014 | Total Fund 30 Sept 2013 |
| UK Listed investments | | |
| Equities – ordinary shares | 18,520,861 | 17,855,529 |
| Equities – preference shares | 2,660,704 | 2,361,228 |
| Fixed interest / cash and floating rate notes | 5,702,049 | 5,218,048 |
| | <u>26,883,614</u> | <u>25,434,805</u> |
| Portfolio cash | 339,305 | 811,175 |
| | <u>27,222,919</u> | <u>26,245,980</u> |

The directors believe that the carrying value of the investments is supported by their underlying net assets.

The investments are held primarily for an investment return.

The following investments are in excess of 5% of the portfolio at 30 September 2014:

- (1) Exchange traded fund:
20,000 Ishares GBP Corp Bd 1-5Yr UCITS ETF, market value £2,099,400
- (2) Exchange traded fund:
12,750 Ishares III PLC Markit Iboxx GBP Cp Bd Ex-Fin, market value £1,496,978

13. DEBTORS

| | 2014 £ | 2013 £ |
|--------------------------------|-----------------------|---------------|
| Other debtors | 1,001 | 1,001 |
| Prepayments and accrued income | 99,966 | 95,581 |
| | <u>100,967</u> | <u>96,582</u> |

14. CREDITORS: Amounts falling due within one year

| | 2014 £ | 2013 £ |
|-------------------|----------------------|---------------|
| Grant commitments | 31,422 | 60,970 |
| Other creditors | 28,450 | 28,727 |
| | <u>59,872</u> | <u>89,697</u> |

15. CREDITORS: Amounts falling due after more than one year

| | 2014 £ | 2013 £ |
|---------------------------------------|---------------|-----------|
| More than one year: Grant commitments | 24,050 | 18,572 |

**THE JAMES TUDOR FOUNDATION
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

YEAR ENDED 30 SEPTEMBER 2014

16. ENDOWMENT FUNDS

| | Balance at 1 October 2013 £ | Incoming resources £ | Outgoing resources £ | Gains and losses £ | Balance at 30 September 2014 £ |
|------------------------------|-----------------------------------|----------------------------|----------------------------|--------------------------|--------------------------------------|
| Expendable Endowment Fund | <u>25,923,447</u> | <u>73,431</u> | <u>(73,431)</u> | <u>1,087,133</u> | <u>27,010,580</u> |

The endowment had arisen from the transfer of membership rights from Bristol Contributory Welfare Association Limited ("BCWA") to the Hospital Savings Association Limited (now known as Simply Health).

17. UNRESTRICTED INCOME FUNDS

| | Balance at 1 October 2013 £ | Incoming resources £ | Outgoing resources £ | Transfers £ | Balance at 30 September 2014 £ |
|-----------------|-----------------------------------|----------------------------|----------------------------|----------------|--------------------------------------|
| Designated Fund | 25,000 | – | (19,750) | (5,250) | – |
| General Funds | <u>332,573</u> | <u>895,012</u> | <u>(946,188)</u> | <u>5,250</u> | <u>286,647</u> |
| | <u>357,573</u> | <u>895,012</u> | <u>(965,938)</u> | <u>–</u> | <u>286,647</u> |

A commitment was made to Aspire to pay £25,000 towards the Aspire Housing Programme. Only £19,750 was spent leaving a balance of £5,250 which was transferred back to unrestricted funds.

18. ANALYSIS OF NET ASSETS BETWEEN FUNDS

| | Tangible Fixed assets £ | Investments £ | Net Current Assets £ | Long term Liabilities £ | Total £ |
|-------------------------------|-------------------------------|-------------------|----------------------------|-------------------------------|-------------------|
| Expendable Endowment Funds | - | 27,010,580 | - | - | 27,010,580 |
| Income Funds | <u>553</u> | <u>212,339</u> | <u>97,805</u> | <u>(24,050)</u> | <u>286,647</u> |
| | <u>553</u> | <u>27,222,919</u> | <u>97,805</u> | <u>(24,050)</u> | <u>27,297,227</u> |

19. RELATED PARTY TRANSACTIONS

One grant of £30,000 (2013: 1 grant of £20,000) was awarded in the year to an organisation where a director of The Foundation holds an interest. A grant of was made to Above & Beyond for the provision of a phlebotomy room in the Bristol Haematology and Oncology Centre. In accordance with The Foundation's Conflict of Interest policy C B Nash did not take part in any discussions or decision making concerning this grant.

20. COMPANY LIMITED BY GUARANTEE

The Foundation is a company limited by guarantee and has no share capital. The liability of each member in the event of winding-up is limited to £1. No one individual has control over the charitable company.