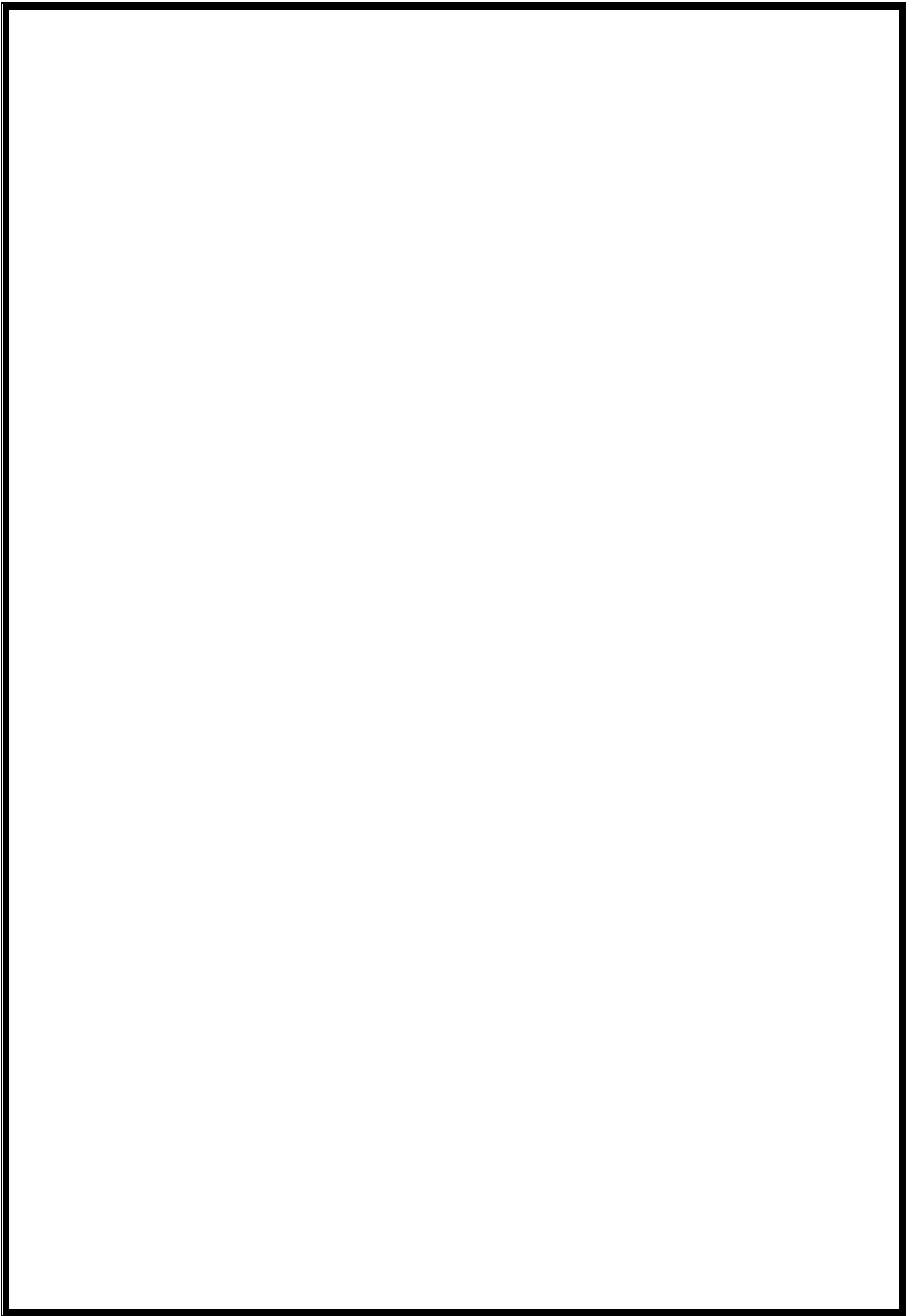




ANNUAL REPORT

5 APRIL 2020

The Peak
5 Wilton Road
London SW1V 1AP



CONTENTS

	PAGE
1 The Trustees' Report	2-12
2 Independent Auditors' Report	13-15
3 Statement of Financial Activities	16
4 Balance Sheet	17
5 Cash Flow Statement	18
6 Notes to the Accounts	19-26

Legal and Administrative

The Indigo Trust (No. 1075920) was established under a Trust Deed dated 27 April 1999.

Trustees	Francesca Perrin William Perrin Dominic Flynn	
Registered Office	The Peak 5 Wilton Road London SW1V 1AP	
Principal Officers	Karen Everett Karen Everett Robert Bell Paul Lenz	Chief Operating Officer (from 11 November 2019) Finance Director (to 11 November 2019) Director (to 11 November 2019) Executive
Bankers	Child & Co 1 Fleet Street London EC4Y 1BD	
Solicitors	Portrait Solicitors 21 Whitefriars Street London EC4Y 8JJ	
Auditors	Crowe U.K. LLP 55 Ludgate Hill London EC4M 7JW	
Investment Advisers	Cazenove Capital 12 Moorgate London EC2R 6DA	
Investment Powers	The Trust Deed empowers the Trustees to appoint investment advisers who have discretion to invest the funds of the Trust within guidelines established by the Trustees.	
Objects	The objects of the Trust as given in the Trust Deed are for general charitable purposes.	

Organisation

The Trust is one of the Sainsbury Family Charitable Trusts which share a common administration.

Trustees are appointed by the Settlor and are provided with relevant information relating to their responsibilities as Trustees.

Trustees are aware of the Charity Governance Code published in 2017 which sets out the principles and recommended practice for good governance within the sector. The Charity has reviewed its governance arrangements against the principles within the code and believes that it is compliant with the code whilst maintaining its need to operate its governance efficiently.

The remuneration of the senior staff (including key management personnel) is reviewed by the Trustees on an annual basis taking into account the requirements of their role and performance during the year. From time to time the SFCT Management Committee benchmarks pay levels against the comparable positions in similar organisations.

The Trust and its Trustees are fully aware of the requirements and duties set out in the Charities (Protection and Social Investment) Act 2016. The Trust does not raise funds from the public and as such has no fundraising activities requiring disclosure under SI 62A of the Charities Act 2011.

Grant-Making Strategy

Over the course of the financial year 2018-19 the Indigo Trust carried out a major review of the approach and effectiveness of its grant-making programme. As a result of the findings of this review, a revised strategy was implemented in the financial year 2019-20. The key changes were as follows:

1. The fund to support technology innovation hubs across sub-Saharan Africa was closed down. A number of the hubs that the Trust had been supporting had achieved financial independence or had grown to sufficient size where the level of funding provided by the Trust was no longer delivering significant impact.
2. The previous broad approach in supporting transparency and accountability initiatives in sub-Saharan Africa was narrowed in focus to support Access to Justice initiatives. Specifically, making legislation and case law freely available online. Independent research demonstrates that these activities achieve significant positive impacts and are of a scale where the level of financial support offered by the Trust can make a material difference. Funding was continued for a number of existing transparency and accountability grantees (and it is anticipated that this will continue for some for at least a further year) in order to give them sufficient time to develop replacement sources of income.
3. The scope of the Open Philanthropy grant-making stream was expanded to encompass what we term “Better Grant-making”. The Trustees strongly believe that the quality of grant-making, both in the UK and globally, can be significantly improved and positive impacts increased as a result.
4. A new funding stream supporting interventions that seek to address visual impairment (specifically cataracts and uncorrected refractive error) was launched. This field was selected on the basis of a lengthy piece of research with the intention of ensuring that approximately

25% of the Trust's annual grantmaking would be delivering a "guaranteed return" in impact terms.

5. A new funding stream focused upon Access to Justice in the UK was introduced. Allied to the Access to Justice funding in sub-Saharan Africa this supports both the work of legal advice centres in the UK and UK-based global anti-corruption initiatives.
6. A final funding stream of Discretionary Grants was created, encompassing some of the grants formerly made under the Local Grants initiative. For all of the aforementioned categories of grant the executive team research and solicit proposals for the review and approval of the Trustees. Discretionary Grants include those selected independently by the Trustees based upon their own skills and experience, and a number of small grants chosen purely at the discretion of their employees.

In the course of this financial year 38 grants totalling £4,010,244 were awarded. More detailed information about our grant-making strategy and our grant awards can be found at <https://indigotrust.org.uk>

COVID-19 Response

In response to the unprecedented situation created by the COVID-19 pandemic the Trust, supported by additional donations from the settlor, made a number of significant grants to support those in the UK most adversely affected by the crisis. Eight grants totalling £2,540,000 were made in addition to the grants made supporting our strategic focus areas. It is anticipated that further grants totalling £1,000,000 over and above our normal annual spend will be made over the course of 2020-21 to further support these areas.

Legacy Transparency and Accountability

Four grants totalling £74,421 were made to grantees previously funded under the Trust's Transparency and Accountability Stream.

Access to Justice (UK and Globally)

The review of previous grants carried out by the Trust suggested that the awards that had achieved the most significant, sustained, positive impact had been to organisations working in the field of Access to Justice - specifically the Legal Information Institutes (LIIs) that make legislation and case law freely available online. Independent research was commissioned which supported these findings, and as a result the Trust narrowed the focus of its former Transparency and Accountability Stream to enable more significant funding in this space. In addition to funding organisations directly, the Trust established the LII Fund for Africa managed by [AfricanLII](#) to make smaller grants to LIIs across the continent.

In the UK the Trust extended and expanded its funding of Legal Advice Centres and began funding a number of UK-based organisations that work globally to fight corruption.

Overall, eleven grants totalling £849,739 were made in the Access to Justice stream in 2019-20.

Visual Impairment

Three grants totalling £156,084 were made to initiatives working to address cataracts and uncorrected refractive error.

Better Grant-making

Five grants totalling £320,000 were made in 2019-20 to 360 Giving and other organisations in order to increase the transparency and improve the efficacy of UK grant-making.

Discretionary Grants

Seven discretionary grants totalling £70,000 were made during 2019-20.

Investment Policy and Performance

The Trust's expendable endowment funds are invested to generate income and provide long-term capital growth in line with relevant indices. The Trustees regularly meet the investment manager to discuss strategy and review performance. It should be noted that Indigo has no segregated investments in oil and gas and exposure to these areas in co-mingled funds will never exceed 5% of the Trust's total investments, although we aim for less than 1% exposure. The Trustees will continue to assess opportunities to further divest from fossil fuels and invest in climate solutions.

Investment income is budgeted on a 2% yield. However, during the year to 5 April 2020 an investment yield of over 2.5% was achieved.

During the period, the portfolio decreased from £8.7m at 5 April 2019 to £7.8m at 5 April 2020. Most of this decrease came from UK Equities which decreased by £820k.

Reserves Policy

It is the Trustees' intention to continue to approve grants equal to the net available income. However, where this is not possible, some grants will be met from the Trust's expendable endowment and a transfer of £3,944,410 (2019: £628,801) has been made from expendable endowment to enable the Trust's commitments to be met. The Trust holds expendable endowment of £9.9m at 5 April 2020 (2019: £10.8m)

Risk Assessment

The Trustees have examined the major strategic, business and operational risks to which the Trust may be exposed. Through the joint office of the Sainsbury Family Charitable Trusts, adequate systems are in place to manage such potential risks as the Trustees have identified. The Trustees continue to be vigilant and to keep processes under review.

The Trustees have identified as a key risk the misuse of funds by a grantee charity. To mitigate this risk, the awards are made following a thorough assessment and grants are regularly monitored; multi-year grants are paid only on receipt of satisfactory progress reports.

The Trustees identified the uncertainty of financial returns to constitute the charity's major financial risk. This is mitigated by having a diversified financial portfolio under the management of a major investment house. The Trustees regularly review investment strategy and monitor financial performance.

Charity and Public Benefit

Trustees are aware of the Charity Commission guidance on Public Benefit and confirm that they have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to it. They consider the full information which follows in this annual report, about the Trust's aims, activities and achievements in the many areas of interest that the Trust supports demonstrates the benefit to its beneficiaries and through them to the Public, that arise from those activities.

Financial overview of the past year

Trustees met several times during the year to make grants and twice to review investments and investment policy. The asset value of the Trust decreased from £10.8 million at 5 April 2019 to £9.9 million at 5 April 2020, a reduction of 8.3%.

Having assessed the Trust's financial position and plans for the foreseeable future, the Trustees are satisfied that it remains appropriate to prepare the financial statements on the going concern basis. The Covid-19 pandemic has not had a significant impact on the Trust's finances. The impact of the market turmoil in the period to 5th April 2020 contributed to a reduction of 14.7% in the value of the investment portfolio for the year. Valuations have improved since 5th April 2020 but uncertainty remains. The Trust's investment income is likely to be lower going forward. Nevertheless, the endowment assets of the Trust remain significant, and these will continue to return income which the Trust will continue to pay out to its beneficiaries in accordance with the Trusts objects/aims/provisions of the Trust Deed.

During the year the Trustees approved 38 grants totalling £4,010,244 (2019: £608,808)

Grants Approved from 06 Apr 2019 to 05 Apr 2020

Access to Justice - International

Grant No	Beneficiary Name	Period	Approved	Amount
IND467	Laws.Africa Purpose: Indigo Legislation Platform - enhancing open access to legal data. Core Funding.	One year	09 Jul 2019	£70,000
IND469	African Legal Information Institute (African LII) Purpose: To establish and incubate the LII Fund for Africa.	One year	19 Jul 2019	£66,750
IND476	Laws.Africa Purpose: Core, unrestricted, funding in order to support Laws.Africa work until April 2020.	One year	10 Dec 2019	£42,989
IND480	medConfidential Purpose: To support further examination of available opportunities for digital technology in the legal advice arena.	One year	27 Jan 2020	£10,000
IND482	International Senior Lawyers Project - UK Purpose: International provider of pro bono legal services. Core unrestricted funding.	One year	13 Feb 2020	£25,000
IND486	Spotlight on Corruption Ltd Purpose: Anti corruption project working with AfricanLii to increase AtJ in SSAfrica. Unrestricted core funding.	One year	03 Mar 2020	£25,000
IND490	African Legal Information Institute (African LII) Purpose: Building and maintaining a network of LIIs across SSA. Core unrestricted funding.	One year	18 Mar 2020	£180,000
Total:				£419,739
No of Grants:				7

Access to Justice - UK

Grant No	Beneficiary Name	Period	Approved	Amount
IND463	medConfidential	One-off	21 May 2019	£10,000
	Purpose: To support some pieces of research work into Access to Justice both in the UK and globally.			
IND470	Southwark Law Centre	Three years	30 Oct 2019	£120,000
	Purpose: Core funding for the Lewisham Law Service.			
IND478	Ealing Law Centre	Three years	22 Jan 2020	£150,000
	Purpose: Provision of specialist legal advice to the local community - core unrestricted funding.			
IND479	Cumbria Law Centre	Three years	29 Jan 2020	£150,000
	Purpose: To provide specialist legal advice to the community - core unrestricted funding.			
Total:				£430,000
No of Grants:				4

Better Grantmaking - UK

Grant No	Beneficiary Name	Period	Approved	Amount
IND466	360 Giving	One year	09 Jul 2019	£150,000
	Purpose: Supporting UK organisations to publish their grants data. Core funding for FY19-20.			
IND477	New Philanthropy Capital	One year	22 Jan 2020	£10,000
	Purpose: Mapping the Social Sector Data Ecosystem - Undertake research and to present initial findings at TicTec 2020. Later converted to unrestricted funding.			
IND481	Institute for Philanthropy	Two years	11 Feb 2020	£120,000
	Purpose: Strategic philanthropy education and networking. Unrestricted core funding.			
IND489	Ten Years' Time Enterprises Ltd	One year	17 Mar 2020	£10,000
	Purpose: Funding to assist their work but restricted to charitable areas of work.			
IND491	New Philanthropy Capital	One-off	19 Mar 2020	£30,000
	Purpose: Digitisation Programme - core unrestricted funding.			
Total:				£320,000
No of Grants:				5

Visual Impairment

Grant No	Beneficiary Name	Period	Approved	Amount
IND465	Eyelliance - Tides Center	One year	06 Jun 2019	£20,142
Purpose:	Unrestricted core funding for EYelliance.			
IND483	Eyelliance - Tides Center	One year	19 Feb 2020	£15,942
Purpose:	Core funding to be allocated to EYelliance.			
IND484	CBM UK	Three years	25 Feb 2020	£120,000
Purpose:	See The Way Appeal - Eye health in Malawi - three year programme.			
Total:				£156,084
No of Grants:				3

Information Technologies: Transparency & Accountability

Grant No	Recipient Account	Period	Approved	Amount
IND462	mySociety	One-off	23 Apr 2019	£15,125
Purpose:	Parliamentary Monitoring Sites technical work.			
IND464	mySociety	One-off	29 May 2019	£5,250
Purpose:	Parliamentary Monitoring Sites technical work.			
IND468	Women of Uganda Network (WOUGNET)	One year	16 Jul 2019	£24,046
Purpose:	Enhancing Citizen Engagement with leaders in Northern Uganda.			
IND488	Open Data Durban	One year	09 Mar 2020	£30,000
Purpose:	People-centered informed decision making for participatory democracy. Core unrestricted funding.			
Total:				£74,421
No of Grants:				4

Trustees' Discretionary - UK

Grant No	Recipient Account	Period	Approved	Amount
IND471	Copenhagen Youth Project	Three years	03 Dec 2019	£30,000
	Purpose: Strengthening opportunities for young people in the Kings Cross area. Core unrestricted funding.			
IND472	Salisbury WORLD	One-off	25 Nov 2019	£2,000
	Purpose: Supporting refugee and migrant children, young people and families. Core unrestricted funding.			
IND473	Action for Refugees in Lewisham (AFRIL)	One-off	10 Dec 2019	£2,000
	Purpose: Supporting refugees and their families in Lewisham Borough. Core unrestricted funding.			
IND474	Oxford Food Bank	One-off	10 Dec 2019	£2,000
	Purpose: Distributing surplus food to charities and social organisations. Unrestricted core funding.			
IND475	Footsteps 2000 Limited	One-off	10 Dec 2019	£2,000
	Purpose: Supporting those affected by alcohol or drug misuse. Unrestricted, core funding.			
IND485	The Rainbow Project	One-off	28 Feb 2020	£2,000
	Purpose: Supporting vulnerable and disadvantaged young people. Unrestricted core funding.			
IND487	Abingdon Damascus Youth Project	Three years	06 Mar 2020	£30,000
	Purpose: Enabling young people to make a positive difference in their community. Core unrestricted funding.			
Total:				£70,000
No of Grants:				7

Covid-19 Emergency Funding - UK

Grant No	Recipient Account	Period	Approved	Amount
IND492	Trussell Trust	One-off	19 Mar 2020	£1,000,000
	Purpose: Emergency funding to help most vulnerable during Covid-19 crisis.			
IND493	Oxfordshire Community Foundation	One-off	19 Mar 2020	£500,000
	Purpose: Core unrestricted funding to support its work during the Covid-19 emergency.			
IND494	National Emergencies Trust	One-off	19 Mar 2020	£1,000,000
	Purpose: Supporting their Coronavirus appeal unrestricted funding.			

IND495	Oxford Food Bank	One-off	23 Mar 2020	£10,000
Purpose:	Emergency funding during Covid-19 Crisis.			
IND496	Brent Mencap	One-off	24 Mar 2020	£4,000
Purpose:	Unrestricted core funding during the Covid-19 crisis.			
IND497	Sufra NW London	One-off	24 Mar 2020	£6,000
Purpose:	Unrestricted core funding during Covid-19 crisis.			
IND498	Greenwich Foodbank	One-off	26 Mar 2020	£10,000
Purpose:	Unrestricted emergency funding during the Covid-19 crisis.			
IND499	Community Foundation - Northumberland, Tyne & Wear	One-off	26 Mar 2020	£10,000
Purpose:	Unrestricted emergency funding during the Covid-19 crisis.			
Total:				£2,540,000
No of Grants:				8
Total grants approved:				£4,010,244
Total no of grants approved:				38

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

Charity law requires the trustees to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards) and applicable law.

Under charity law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of its net outgoing resources for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards 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 to operate.

The trustees are responsible for keeping proper accounting records that are sufficient to show and explain the charity's transactions and 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, and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees' Report has been approved by the Trustees on 19 November 2020 and signed on their behalf by Francesca Perrin

A handwritten signature in black ink, appearing to read 'Francesca Perrin'.

TRUSTEE

Independent Auditor's Report to the Trustees of The Indigo Trust

Opinion

We have audited the financial statements of The Indigo Trust for the year ended 5 April 2020 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement 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 2020 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

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.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's

Independent Auditor's Report to the Trustees of The Indigo Trust (continued)

report thereon. Our opinion on the financial statements does not cover the other information and 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 (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

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

Responsibilities of Trustees

As explained more fully in the trustees' responsibilities statement set out on page 12, 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.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Independent Auditor's Report to the Trustees of The Indigo Trust (continued)

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.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. 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.

Crowe U.K. LLP

Crowe U.K. LLP

Statutory Auditor

London

24 November 2020

Crowe U.K. LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2020

	Notes	Unrestricted Funds £	Restricted Funds £	Expendable Endowment £	Total Funds 2020 £	Total Funds 2019 £
Income and Endowment from:						
Donations and gifts		-	-	4,187,500	4,187,500	937,500
Investments	3	177,498	-	-	177,498	184,246
Bank interest and short term deposits		32,661	-	-	32,661	18,478
Grants		-	2,000	-	2,000	138,000
Total Income		210,159	2,000	4,187,500	4,399,659	1,278,224
Expenditure on:						
Raising funds:						
Investment management fees		-	-	26,745	26,745	38,016
Charitable activity:						
Grant-making:						
Grant expenditure	4	3,814,119	-	-	3,814,119	630,912
Grant related support costs	5	340,450	2,000	-	342,450	408,613
Total Expenditure		4,154,569	2,000	26,745	4,183,314	1,077,541
Net operating surplus/(deficit)		(3,944,410)	-	4,160,755	216,345	200,683
Net (losses)/gains on investments	8	-	-	(1,072,457)	(1,072,457)	363,742
Exchange (losses)		-	-	-	-	(7)
Transfers between funds	11	3,944,410	-	(3,944,410)	-	-
Net movement in funds		-	-	(856,112)	(856,112)	564,418
Reconciliation of funds:						
Total funds brought forward		-	-	10,775,666	10,775,666	10,211,248
Total funds carried forward		-	-	9,919,554	9,919,554	10,775,666

The notes on pages 19 to 26 form part of these accounts.

BALANCE SHEET
AS AT 5 APRIL 2020

	<i>Notes</i>	2020	2019
		£	£
FIXED ASSETS			
Tangible fixed assets	7	5,540	8,310
Investments	8	7,750,066	8,680,121
		<u>7,755,606</u>	<u>8,688,431</u>
CURRENT ASSETS			
Debtors	9	41,294	24,778
Cash at bank and in hand		1,172,835	1,087,389
Short term deposits		<u>1,328,182</u>	<u>1,200,725</u>
		2,542,311	2,312,892
CURRENT LIABILITIES			
Creditors - amounts falling due within 1 year	10	<u>378,363</u>	<u>225,657</u>
NET CURRENT ASSETS		2,163,948	2,087,235
NET ASSETS		<u>9,919,554</u>	<u>10,775,666</u>
CAPITAL FUNDS			
Expendable endowment	11	9,919,554	10,775,666
INCOME FUNDS			
Restricted funds	11	-	-
		<u>9,919,554</u>	<u>10,775,666</u>

The financial statements were approved and authorised for issue by the Trustees on 19 November 2020 were signed on their behalf by:



TRUSTEE

The notes on pages 19 to 26 form part of these accounts.

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 5 APRIL 2020**

Cash flows from operating activities:

	2020	2019
	£	£
Net cash provided by/(used in) operating activities	166,952	(390,595)
Cash flows from investing activities:		
Purchase of investments	(396,550)	(675,594)
Sale of investments	321,350	512,365
Dividends and Interest	188,352	177,946
Net cash provided by investing activities	113,152	14,717
Change in cash and cash equivalents in the year	280,105	(375,878)
Cash and cash equivalents at the beginning of the year	4,170,634	4,546,519
Change in cash and cash equivalents due to exchange rate movements	-	(7)
Cash and cash equivalents at the end of the year	4,450,739	4,170,634

Reconciliation of net cash provided by operating activities

	2020	2019
	£	£
Net movement in funds (as per the Statement of Financial Activities)	(856,112)	564,418
Losses/(gains) on investments	1,072,457	(363,742)
Exchange losses	-	7
Dividends and interest	(188,353)	(177,946)
Depreciation charges	2,770	2,770
(Increase)/decrease in debtors	(16,516)	50,842
Increase/(decrease) in creditors	152,706	(466,944)
	166,952	(390,595)

Analysis of the balance of cash as shown in the balance sheet

	2020	2019	Change in year
Cash at bank and in hand	2,501,017	2,288,114	212,903
Cash balances held by investment manager for reinvestment	1,949,722	1,882,520	67,202
	4,450,739	4,170,634	280,105

The notes on pages 19 to 26 form part of these accounts.

NOTES TO THE ACCOUNTS

1. CHARITABLE STATUS

The Indigo Trust is an unincorporated charity (Charity registration number 1075920), registered in England and Wales. The address of the registered office is 5 Wilton Road, London, SW1V 1AP.

2. ACCOUNTING POLICIES

a) Basis of preparation

The financial statements have been prepared in accordance with the Charities SORP (FRS102) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland and the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements have been prepared to give a 'true and fair view' and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The trust constitutes a public benefit entity as defined by FRS 102.

Having assessed the Trust's financial position and plans for the foreseeable future, the Trustees are satisfied that it remains appropriate to prepare the financial statements on the going concern basis. The Covid-19 pandemic has not had a significant impact on the Trust's finances. The impact of the market turmoil in the period to 5th April 2020 contributed to a reduction of 14.7% in the value of the investment portfolio for the year. Valuations have improved since 5th April 2020 but uncertainty remains.

The Trust's investment income is likely to be lower going forward. Nevertheless the endowment assets of the Trust remain significant, and these will continue to return income which the Trust will continue to pay out to its beneficiaries in accordance with the Trust's objects/aims/provisions of the Trust Deed.

b) Income Recognition

- (i) Income is shown gross which includes the associated tax credit unless the tax so deducted is considered irrecoverable.
- (ii) Dividends are included by reference to their due dates.
- (iii) Interest is included when receivable.

c) Expenditure

Costs of generating funds represent amounts paid to the Trust's external investment advisors.

Charitable activities expenditure comprises grants and donations awarded by the Trustees in accordance with the criteria set out in the Trust Deed, together with grant related support costs.

Grants for which there is a legally binding commitment are accounted for within the Statement of Financial Activities. Payments that are due within one year of the period-end date are included within grants payable in the Statement of Financial Activities. Other grants are accounted for in the Statement of Financial Activities when conditions attaching to the grant are fulfilled.

Grants approved subject to conditions that have not been met at the period-end are noted as a commitment but not accrued as expenditure (see note 4).

Grant related support costs represent staff, office and governance costs incurred in managing the grant award programme.

NOTES TO THE ACCOUNTS

2. ACCOUNTING POLICIES continued

d) Investments

Net realised and unrealised gains and losses are reflected in the Statement of Financial Activities.

Investments are shown at mid market value.

Partial disposals are accounted for using average book value.

e) Costs of administration

These costs include a share of the staff and office costs of the joint offices of the Sainsbury Family Charitable Trusts, which are allocated in proportion to the time spent on Trust matters and grants paid.

f) Governance costs

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include fees for statutory audit and legal fees where relevant.

g) Depreciation

Fixed assets are depreciated at rates which reflect their useful life to the Trust.

Leasehold improvements - 10% per annum

h) Financial Instruments

The Trust has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at amortised cost using the effective interest method. Financial assets held at amortised cost comprise cash at bank and in hand, together with accrued interest and other debtors. Financial liabilities held at amortised cost comprise grants payable and accruals.

Investments, including bonds held as part of an investment portfolio, are held at fair value at the balance sheet date, with gains and losses being recognised within income and expenditure.

At the balance sheet date the Trust held financial assets at fair value of £5,800k (2019: £6,798k)

i) Cash and cash equivalents

Cash and cash equivalents include cash at bank and in hand and short term deposits.

j) Critical accounting judgements and key sources of estimation uncertainty

In the application of the charity's accounting policies, which are described in note 1, Trustees are required to make judgements, estimates, assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects the current and future periods.

In the view of the Trustees, no assumptions concerning the future or estimation uncertainty affecting assets and liabilities at the balance sheet date are likely to result in a material adjustment to their carrying amounts in the next financial year.

NOTES TO THE ACCOUNTS

3. INVESTMENT INCOME

Income received on investments may be analysed as follows:

	2020		2019	
	£	%	£	%
Government fixed interest	4,600	3	4,596	3
Other fixed interest	6,568	4	8,230	5
UK equities	91,816	52	106,087	57
Overseas equities	27,569	15	22,368	12
Alternatives	46,945	26	42,965	23
	177,498	100	184,246	100

4. GRANTS PAYABLE

	2020		2019	
	£	£	£	£
Reconciliation of grants payable:				
Commitments at 6 April 2019		90,625		605,606
Grants not accrued at 6 April 2019	-		120,625	
Grants approved in the year	4,010,244		608,808	
Grants cancelled	(1,125)		(98,521)	
Grants not accrued at 5 April 2020	(195,000)		-	
Grants payable for the year		3,814,119		630,912
Grants paid during the year		(3,599,744)		(1,145,893)
Commitments at 5 April 2020		<u>305,000</u>		<u>90,625</u>

Commitments at 5 April 2020 are payable as follows:

	2020	2019
Within one year (note 10)	<u>305,000</u>	<u>90,625</u>

Commitments

In addition to the amounts committed and accrued noted above, the Trustees have also authorised certain grants which are subject to the recipient fulfilling certain conditions. The total amount authorised but not accrued as expenditure at 5 April 2020 was £195,000 (2019: £nil).

The grants payable in the year consist of the following:

	£
Access to Justice - International	
African Legal Information Institute (African LII)	186,750
International Senior Lawyers Project - UK	25,000
Laws.Africa	112,989
medConfidential	10,000
Spotlight on Corruption Ltd	25,000

NOTES TO THE ACCOUNTS

4. GRANTS PAYABLE continued

	£
Access to Justice - UK	
Cumbria Law Centre	100,000
Ealing Law Centre	100,000
medConfidential	10,000
Southwark Law Centre	100,000
Better Grantmaking - UK	
360 Giving	150,000
Institute for Philanthropy	120,000
New Philanthropy Capital	40,000
Ten Years' Time Enterprises Ltd	10,000
Visual Impairment	
CBM UK	120,000
Tides Center - Eyelliance	36,084
Information Technologies: Transparency & Accountability	
mySociety	19,250
Open Data Durban	30,000
Women of Uganda Network (WOUGNET)	24,046
Trustees' Discretionary	
Abingdon Damascus Youth Project	20,000
Action for Refugees in Lewisham (AFRIL)	2,000
Copenhagen Youth Project	25,000
Footsteps 2000 Limited	2,000
Oxford Food Bank	2,000
Salisbury WORLD	2,000
The Rainbow Project	2,000
Covid-19 Emergency Funding - UK	
Brent Mencap	4,000
Community Foundation - Northumberland, Tyne & Wear	10,000
Greenwich Foodbank	10,000
National Emergencies Trust	1,000,000
Oxford Food Bank	10,000
Oxfordshire Community Foundation	500,000
Sufra NW London	6,000
Trussell Trust	1,000,000
Total grants payable per Statement of Financial Activities	3,814,119

NOTES TO THE ACCOUNTS

5. ALLOCATION OF SUPPORT COSTS

	Grant- Making	Governance	2020 Total Allocated	2019 Total Allocated
	£	£	£	£
Staff costs	236,974	2,390	239,364	257,029
Share of joint office costs	57,698	-	57,698	53,081
Direct costs including travel	24,252	-	24,252	73,934
Legal and professional fees	14,436	-	14,436	17,985
Depreciation	2,770	-	2,770	2,770
Auditors' remuneration	-	3,930	3,930	3,814
	336,130	6,320	342,450	408,613

During the year no Trustee received any remuneration for their services or reimbursement of expenses (2019: NIL).

6. ANALYSIS OF STAFF COSTS

	2020	2019
	£	£
Wages and salaries	194,424	211,679
Social security costs	21,595	21,028
Other pension costs	23,345	24,322
	239,364	257,029

As mentioned in Note 2(d), the Trust is one of the Sainsbury Family Charitable Trusts which share a joint administration at the Registered Office. 3.2% of the total support and administration costs of these trusts have been allocated to the Indigo Trust (2019: 3.3%), including a proportionate share of the costs of employing the total number of staff serving in the office in 2019/20.

The actual number of staff employed during the period was 11 (2019: 12), 3 of whom were working solely on Indigo (2019: 3). This was equivalent to 3.3 full time employees (2019: 4.5). The Trust considers its key management personnel to comprise the Principal Officers. The total employment benefits including employer contributions to group personal pensions, of these personnel were £105,516 (2019: £127,841). One employee earned in between £70,001 - £80,000. (2019: One in between £60,001 - £70,000).

7. TANGIBLE FIXED ASSETS

Leasehold Improvements	2020	2019
	£	£
Cost		
At 6 April 2019	27,700	27,700
Additions	-	-
Disposals	-	-
At 5 April 2020	27,700	27,700
Depreciation		
At 6 April 2019	19,390	16,620
On Disposals	-	-
Charge for the year	2,770	2,770
At 5 April 2020	22,160	19,390
NET BOOK VALUE		
At 5 April 2020	5,540	8,310
NET BOOK VALUE		
At 5 April 2019	8,310	11,080

NOTES TO THE ACCOUNTS

8. FIXED ASSET INVESTMENTS

	2020	2019
	£	£
Market value 6 April 2019	6,797,601	6,270,630
Less: Disposals at proceeds	(321,350)	(512,365)
Add: Acquisitions at cost	396,550	675,594
Net (losses)/gains on investments	(1,072,457)	363,742
Market value 5 April 2020	5,800,344	6,797,601
Investment cash	1,949,722	1,882,520
Total investments	7,750,066	8,680,121

The investments held as at 5 April 2020 were as follows:

	2020		2019	
	Cost	Market Value	Cost	Market Value
	£	£	£	£
Direct investment in listed UK and overseas securities				
Government fixed interest	183,516	267,449	183,516	255,765
Other fixed interest	410,790	386,260	410,790	391,967
UK equities	2,222,688	2,185,183	2,237,078	3,004,830
Overseas equities	1,197,184	1,826,102	1,226,633	2,061,289
Alternatives	1,024,183	1,135,350	927,733	1,083,750
Short term deposits	1,949,722	1,949,722	1,882,520	1,882,520
	6,988,083	7,750,066	6,868,270	8,680,121

9. DEBTORS

	2020	2019
Income tax recoverable	153	148
Accrued income	21,654	24,630
Other debtors	19,487	-
	41,294	24,778

10. CREDITORS

	2020	2019
	£	£
Grants payable within one year	305,000	90,625
Professional charges	8,151	11,651
Investment management fee	6,579	7,387
Other creditors	58,633	115,994
	378,363	225,657

NOTES TO THE ACCOUNTS

11. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds	Restricted Funds	Expendable Endowment	Totals 2020
	£	£	£	£
Fund balances at 5 April 2020 are represented by:				
Tangible fixed assets		-	5,540	5,540
Investments		-	7,750,066	7,750,066
Current assets	371,784	-	2,170,527	2,542,311
Current liabilities	(371,784)	-	(6,579)	(378,363)
Total net assets	-	-	9,919,554	9,919,554
Movement in the year				
Opening balance as at 5 April 2019	-	-	10,775,666	10,775,666
Total income and endowments	210,159	2,000	4,187,500	4,399,659
Cost of raising funds	-	-	(26,745)	(26,745)
Cost of grant-making	(4,154,569)	(2,000)	-	(4,156,569)
Net losses on investments	-	-	(1,072,457)	(1,072,457)
Transfers between funds	3,944,410	-	(3,944,410)	-
Closing balance as at 5 April 2020	-	-	9,919,554	9,919,554

A transfer of £3,944,410 (2019: £628,801) was made from Expendable Endowment to Unrestricted Funds to the cover the deficit during the year.

The Restricted Fund was a grant from Comic Relief to support tech innovation in Africa.

	Unrestricted Funds	Restricted Funds	Expendable Endowment	Totals 2019
	£	£	£	£
Fund balances at 5 April 2019 are represented by:				
Tangible fixed assets		-	8,310	8,310
Investments		-	8,680,121	8,680,121
Current assets	218,270	-	2,094,622	2,312,892
Current liabilities	(218,270)	-	(7,387)	(225,657)
Total net assets	-	-	10,775,666	10,775,666
Movement in the year				
Opening balance as at 5 April 2018	-	70,000	10,141,248	10,211,248
Total income and endowments	202,724	138,000	937,500	1,278,224
Cost of raising funds	-	-	(38,016)	(38,016)
Cost of grant-making	(1,039,524)	(10,000)	-	(1,039,524)
Net gains on investments	-	-	363,734	363,734
Transfers between funds	826,801	(198,000)	(628,801)	-
Closing balance as at 5 April 2019	-	-	10,775,666	10,775,666

NOTES TO THE ACCOUNTS

12. RELATED PARTY TRANSACTIONS

Included within grant-related support costs is a total of £9,941 (2019: £11,458) payable for legal services to Portrait Solicitors, a firm in which Mr Dominic Flynn is a partner.

An unconditional donation of £4,187,500 (2019: £937,500) was received from the Trustees.

13. COMPARATIVE STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 5 APRIL 2019

	Unrestricted Funds	Restricted Funds	Expendable Endowment	Total Funds 2019
	£	£	£	£
Income and Endowment from:				
Donations and gifts	-	-	937,500	937,500
Investments	184,246	-	-	184,246
Bank deposit interest and other income	18,095	-	-	18,095
Interest on short term deposits	383	-	-	383
Grants	-	138,000	-	138,000
Total Income	202,724	138,000	937,500	1,278,224
Expenditure on:				
<i>Raising funds:</i>				
Investment management costs	-	-	38,016	38,016
<i>Charitable activity:</i>				
Grant-making:				
Grant expenditure	630,912	-	-	630,912
Grant related support costs	398,613	10,000	-	408,613
Total Expenditure	1,029,525	10,000	38,016	1,077,541
Net operating (deficit)/surplus	(826,801)	128,000	899,484	200,683
Gains/(losses) on investment assets	-	-	363,742	363,742
(Losses)/gains on currency exchange	-	-	(7)	(7)
Transfers between funds	826,801	(198,000)	(628,801)	-
Net movement in funds	-	(70,000)	634,418	564,418
<i>Reconciliation of funds:</i>				
Total funds brought forward	-	70,000	10,141,248	10,211,248
Total funds carried forward	-	-	10,775,666	10,775,666