

THE JMCMRJ SORRELL FOUNDATION
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5th APRIL 2020

Only proposals and submissions sent electronically will be taken in consideration.

THE JMCMRJ SORRELL FOUNDATION

CONTENTS

	Page
Legal and administrative information	1
Chief Executive Officer report	2
Trustees' report	3 – 18
Independent auditors' report	19 - 20
Statement of financial activities	21
Balance sheet	22
Cash flow statement	23
Notes to cash flow statement	24
Notes to the financial statements	25 - 31

THE JMCMRJ SORRELL FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Charity registration number	1118913
Trustees	Sir Martin Sorrell (Chairman) Cristiana Falcone, Lady Sorrell (CEO) M.R.A. Sorrell R.A. Sorrell J.E.H. Sorrell
Chief Executive Officer	Cristiana Falcone, Lady Sorrell
Principal office	19 Wilton Row, London, SW1X 7NS
Auditors	Purcells, Statutory Auditors, Chartered Accountants, 4 Quex Road, London, NW6 4PJ
Bankers	HSBC Private Bank (UK) Limited, 78 St. James's Street, London, SW1A 1JB UBS Wealth Management 5 Broadgate London EC2M 2QS Citibank 153 East 53 rd Street Floor 24 New York NY 10022
Solicitors	Wrigleys LLP, 19 Cookridge Street, Leeds, LS2 3AG UK

We were delighted to support new initiatives in the realm of education and the alleviation of poverty this past year.

We have supported the Amos Bursary which aims to provide bursaries to talented young women of African and Caribbean heritage in the UK, to help fulfil their academic potential.

In addition, we have made grants to Children on the Edge, a programme which assists Congolese refugee children with early childhood development in Uganda.

Amidst the uncertainty and volatility, we are proud to have maintained our partnerships and that our approach to giving, based on trust and the ethical leadership of our partners, has shown much resilience.

Notwithstanding this, like most charities, resources have been curtailed. As a result, the Foundation has found a renewed focus with a common long-term vision to empower change, which has enabled us to ensure that our partnerships have kept thriving. We are determined to honour our commitment to charity.

As part of our plans for the future, we complemented the 2019 grants making cycle with “in kind” services and carried out pro bono work during the first quarter of 2020. As soon as it was deemed feasible by the trustees, the Foundation offered financial support to our partners who have courageously continued throughout the pandemic to help those in need, providing food, medical services and education.

We thank our partners for their heroic efforts and as a family we look forward to the year ahead. We hope to build on and develop our partnerships to ensure that we progress towards fulfilling our long-term vision of helping with education, health and the alleviation of poverty worldwide. We are determined to keep empowering those who are changing the world through one act of kindness at a time.

Cristiana Falcone (Lady) Sorrell

CEO

THE JMCMRJ SORRELL FOUNDATION

TRUSTEES' REPORT for the year ended 5th April 2020

The trustees present their report and audited financial statements for the year ended 5th April 2020.

Structure, governance and management

The JMCMRJ Sorrell Foundation is a registered charity constituted by trust deed, dated 13th March 2007.

The charity is managed by its trustees, whose number must be at least three and those who served during the year were Sir Martin Sorrell, Cristiana Falcone Lady Sorrell, M.R.A. Sorrell, R.A. Sorrell and J.E.H Sorrell.

Appointment of trustees is governed by the trust deed and any new trustee must be appointed by a resolution at a special meeting. In selecting individuals for appointment, the trustees must have regard to the skills, knowledge and experience needed for the effective administration of the charity.

The trustees communicate regularly and meet as relevant to review the progress and policies of the charity and to determine the allocation of grants.

The trustees have assessed the major risks to which the charity is exposed and feel that the principal risk is a fall in value of its listed investments. Those risks related to governance and the operations and finance of the charity are considered to be low, yet the trustees, acknowledging the increasing giving capabilities of the charity, are constantly striving to proactively improve the processes and systems in place to mitigate risk while ensuring operational impact. The Chief Executive Officer has regular meetings with the bankers to explore best sustainable investment strategies and the quest for efficiencies in managing the foundation is a top priority.

Objectives and activities

The objectives of the charity, as detailed in the trust deed, are to apply its income to such legally charitable trusts, companies, associations or institutions or for such legally charitable purpose or purposes as the trustees shall from time to time in their absolute discretion determine.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities.

Financial review

The Charity's total holding in WPP plc, at the balance sheet date was 5,475,936 shares with a market value of £26,487,102. The charity does not seek donations from the general public.

Dividend income of £3,285,561 and interest of £6,226 was received during the year.

Continued/...

THE JMCMRJ SORRELL FOUNDATION

TRUSTEES' REPORT for the year ended 5th April 2020 (continued)

Under the terms of the trust deed, the charity has the power to make any investment which the trustees in their discretion see fit. Currently, the charity holds UK listed investments with a view to producing dividend income which can be applied for charitable purposes. The charity has also invested £64,439 (US\$100,000) in the common stock of a New York benefit corporation which has developed a low cost renewable energy lighting product which it markets in underdeveloped countries.

Achievements, performance and future plans

The JMCMRJ Foundation supports projects which uphold the Foundation's vision and mission of empowering communities and improving humanity through innovative inter-disciplinary interventions by supporting pioneering initiatives in health, inter-faith dialogue, education and poverty alleviation worldwide.

During the year the charity made grants of £2,629,934 (see note 4.1) primarily for the advancement of education, the improvement of health standards, the alleviation of poverty worldwide and the promotion of inter-religious dialogue and understanding. In accordance with the charity's objectives and the trustees plan to make similar grants in the forthcoming years.

Significant grants made during the year include the following:-

Grants for the advancement of education:

The Paley Center

The Paley Center for Media in the United States leads the discussion about the cultural, creative and social significance of television, radio and emerging platforms for the professional community and media-interested public. Donations are used to offer on-site classes, videoconferencing classes and workshops for educators as well as summer camps and classes for students.

Carnegie Hall

Carnegie Hall is based in New York. Its mission is to present extraordinary music and musicians on the three stages of this legendary hall, to bring the transformative power of music to the widest possible audience, to provide visionary education programs, and to foster the future of music through the cultivation of new works, artists and audiences.

Amos Bursary

The Amos Bursary exists to ensure that talented men of Afro-Caribbean descent have the opportunity to excel in education and beyond

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Burning Man Project

Burning Man Project are a learning and teaching organisation. The donation is to support important initiatives such as cultural leadership curriculum and volunteer training modules.

The Royal Foundation

Driven by a desire to make a difference together, The Royal Foundation is the primary philanthropic and charitable vehicle for The Duke and Duchess of Cambridge. The programmes currently revolve around main themes of work, mental health, early years, wildlife conservation and emergency responders. In addition to these programmes, as the country responds to COVID-19, The Royal Foundation is working to support frontline workers and ensure that those in need are able to access mental health support.

Fondazione Andrea Bocelli

The Charity mission is to empower people and communities in situations of poverty, illiteracy, distress due to illness and social exclusion, by promoting and supporting national and international projects that overcome these barriers and express their full potential

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Imperial War Museum

Imperial War Museum is a global authority on conflict and its impact on people's lives. They collect objects and stories that give an insight to people's experiences of war, preserve them for future generations, and bring them to today's audiences in the most powerful way possible. The museum uncover the causes, course and consequence of war, from the First World War to present day conflict.

Foreign Policy Association

The mission of the Foreign Policy is to serve as a catalyst for developing awareness, understanding, and informed opinion on U.S. foreign policy and global issues. Through its balanced, nonpartisan programs and publications, the FPA encourages citizens to participate in the foreign policy process.

The Entertainment Industry Foundation

The Entertainment Industry Foundation serves as a gateway to giving for the entertainment industry, creating and supporting ground-breaking programs and campaigns that raise awareness and funds for issues that affect millions of people around the world.

King's College School

The donation is used to support students' needs through scholarship and other academic support.

Internews Network

Internews Network is an international non-profit organisation that provides media training and infrastructure resources to communities affected by war, humanitarian crisis and natural disasters as well as communities living in countries undergoing political transition towards democracy. The aim is to enable the accurate flow of vital information as well as the development of free sustainable media outlets.

The Friends of OHR Someach JLE

The aim of the JLE is to show the relevance and deeper meaning of Judaism to 21st century Jews and to enable them to make informed life decisions by providing the highest quality educational and social opportunities in a relevant and welcoming environment.

Christ's College Cambridge

Christ's College is a constituent college of the University of Cambridge. The college includes the Master, the Fellows of the College, and about 450 undergraduate and 170 graduate students. The donation is used to support a Master with his/her education.

The Carnegie Hall Society

The contribution will go towards the Carnegie Hall's Annual Fund, which helps support the music education programmes of the Weill Music Institute (WMI). The support has directly enabled the project to grow and expand work through WMI to connect with more individuals each year, including the championship of the Lullaby project, the National Youth Orchestra of the United States of America and Musical Explorers.

St Paul's School Development Campaign

The grant will be applied towards redevelopment of the schools facilities, including a new science building.

Pembroke College Cambridge

The college is using the grant towards the Mill Lane project to create an extension of the College. The building will attract the best students to Pembroke from national and global competition and give them the best possible environment in which to prosper.

Royal Academy of Music

The donation is used to establish a pilot programme at the Royal Academy of Music for aspiring women conductors.

Winchester College Society

The Governing Body is keen to ensure that any capable boy can benefit from a Winchester education, irrespective of his parent's financial background. By offering an increasing number of bursaries the school will remain a broad society and not just the preserve of the wealthy.

The British Museum

The grant is for a project: patrons appeal 'preserving the world'. Exhibitions at the British Museum will often aim to display objects from the collection which have not been seen by the public in recent years. Conservators work to restore these objects and bring their stories back to life, ready for display in the exhibition and for further research.

The Peterhouse Development Fund

The endowment is key to the College's support of students and the financial support of graduate and undergraduate students is now at the forefront of the Development Campaign

The Queen's Commonwealth Trust

The trust wants to be a platform for young change-makers across the Commonwealth. This is a place where smart ideas are shared and where the cumulative impact of thousands of small acts of kindness can be seen and celebrated. A place where more and more people feel motivated and enabled to step up and take action – no matter how small.

Trinity Hall Cambridge

The College raises money for the Trinity Hall Fund, which is disbursed during the following year. This fund helps to meet the College's most pressing needs and thereby reduces strain on their endowment..

Grants for poverty alleviation:

The Gramercy Park Block Association Inc

The Gramercy Park Block Association Inc. provides relief from hardship for people in the New York area of the United States.

Karnataka Jesuit Educational Society

Karnataka Jesuit Educational Society is helping towards child focused community development of children at risk in Bijapur

The Juan Felipe Gomez Escobar Foundation

The Juan Felipe Gomez Escobar Foundation based in the United States and Colombia uses donations to establish programmes which seek to eradicate teen pregnancy, infant mortality and provide vocational training and health assistance.

Barnardos Fundraising

The donation is used towards a project nightwatch. This has huge potential to make a real difference to hundreds of vulnerable young people at risk of sexual exploitation across London, in a really innovative way.

Continued/...

Impetus

Young people from disadvantaged backgrounds have done worse at school and work for decades. But, with the right support, every young person can succeed.

Impetus have a new approach to get them that support. They are a driving force behind great charities, helping them deliver the right support to more young people.

They find what works by combining the lessons from their charities with their own research. The Charity shares this learning to influence policy and resources so that all young people get the support they need.

Haven House

Today, Haven House has supported hundreds of families, looking after children and young people, from birth, who have life-limiting or life-threatening conditions.

In the hospice children benefit from play activities as well as day and overnight stays. Through the Holistic Care Centre, children can access a range of therapies, including music therapy, physiotherapy and therapeutic yoga.

Families can also take advantage of support groups for mums and dads and siblings (Buddies) as well as complementary therapies designed to reduce stress and anxiety.

Massachusetts General Hospital

Guided by the needs of patients, the mission of the Department of Neurology is to be the preeminent academic neurology department in the US by providing outstanding clinical care while rapidly discovering new treatments to reduce and eliminate the devastating impact of neurological disorders; training the very best neurologists and scientists of the future; and improving the health and wellbeing of the diverse communities that are served.

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NSPCC

NSPCC are the leading children's charity fighting to end child abuse in the UK. They help children who have been abused to rebuild their lives, protect those at risk, and find the best ways of preventing abuse from ever happening. They also expect to also be able to show that the service has a long-term economic benefit to society by empowering children to speak out and stay safe

Shelter Foundation

Shelter helps millions of people every year struggling with bad housing or homelessness through advice, support and legal services. The mission is for no one to fight bad housing or homelessness on their own.

UNHCR

UNHCR in working in cooperation with the Government of South Sudan and NGO partners is working to ensure refugees' have access to primary health care services in refugee camps. This is carried out after the brutal conflict in South Sudan which has claimed thousands of lives and driven well over a million people from their homes.

Grants for health standards improvement:

Demelza Hospice Care

Demelza Hospice Care for children provides expert care to seriously ill children and young people, and their families, across Kent, South East London and East Sussex. The charity relies entirely on charitable donations to keep their doors open and nurses on the road.

Parkinson's UK

Parkinson's UK push to find faster, more effective ways to treat Parkinson's, and to provide vital direct support to thousands of people struggling with the condition. Donations to Parkinson's UK are used on progress across three main areas of work, as follows;

- **Empowerment to take control:** includes our range of support services from a UK-wide network of over 120 Local Advisers, 370 local groups, freephone Helpline and peer support programmes
- **Better treatments and a cure – faster:** investing in the best science and researchers to speed up the development of new treatments and find a cure.
- **Quality services as standard:** centered on the UK Parkinson's Excellence Network which includes education and professional development courses for health professionals

Royal Marsden Cancer Charity

Royal Marsden Cancer Charity is Europe's leading cancer treatment and research hospital. They are looking for a new Clinical Care and Research Centre which will speed up the transformation of world-leading research into breakthroughs in patient care.

Sentebale

Sentebale supports orphans and vulnerable children in Africa, many of whom are affected by the HIV/AIDS epidemic. Through education, psychosocial support, and care they are given the tools they need to lead healthy and productive lives.

The Lyla Nsouli Foundation

The Lyla Nsouli Foundation is set up to find a cure for Brain Cancer. Its first objective is to target the worst form of brain cancer-DPIG.

Memorial Sloan Kettering

Memorial Sloan Kettering based in the United States is a world leading institute involved in the field of cancer. Their physicians and scientists are working tirelessly to diagnose cancer earlier and to develop novel and individualised treatments.

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Cancer Research UK

Donations are towards the commitment to beating cancer which has allowed the Charity to push the boundaries of medical research and improve outcomes of thousands of people affected by the disease.

Jewish Care

Jewish Care is the largest provider of health and social care services for the Jewish community in the UK. Jewish Care want to make a positive impact on the lives of Jewish people by creating and providing excellent social care that enhances wellbeing and inspires them to stay connected to their community.

Hospice in the Weald

Hospice in the Weald provides care to patients with a terminal illness, their families and carers in West Kent and Northern East Sussex. This means we are there 24 hours a day to help, support and care for patients with an illness where a cure is no longer possible and for patients who will at some stage die from their illness.

Statement of trustees' responsibilities in relation to the financial statements

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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

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

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

Auditors

Messrs. Purcells, were re-appointed as the charity's auditors for the year and have expressed their willingness to continue in office.

Sir Martin Sorrell
Chairman

Cristiana Falcone, Lady Sorrell
Chief Executive Officer

on behalf of the Board of Trustees

Date 2021

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THE JMCMRJ SORRELL FOUNDATION

INDEPENDENT AUDITORS' REPORT

To the trustees of The JMCMRJ Sorrell Foundation

We have audited the financial statements of The JMCMRJ Sorrell Foundation for the year ended 5th April 2020 set out on pages 21 to 30. 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

This report is made solely to the charity's trustees, as a body, in accordance with Section 144 of the Charities Act 2011 and the regulations made under Section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, or for the opinions we have formed.

Respective responsibilities of the trustees and auditors

As set out in the statement of trustees' responsibilities on page 18, the trustees are responsible for the preparation of financial statements and for being satisfied that they give a true and fair view.

We have been appointed auditors under Section 144 of the Charities Act 2011 and report in accordance with regulations made under that Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of:

- whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of significant accounting estimates made by the trustees; and
- the overall presentation of the financial statements.

In addition, we read all the financial and non-financial information in the Trustees' 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 the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5th April 2020 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Matters on which we are required to report by exception

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

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

Purcells,
Statutory Auditors,
Chartered Accountants,
4 Quex Road,
London,
NW6 4PJ

Date:

THE JMCMRJ SORRELL FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES for the year ended 5th April 2020

	Note	Unrestricted Fund £	Endowment Fund £	2020 Total £	2019 Total £
Incoming resources					
Incoming resources from generated funds:					
Voluntary income	2	-	-	-	-
Investment income	3	<u>3,291,787</u>	<u>-</u>	<u>3,291,787</u>	<u>3,299,708</u>
Total incoming resources		<u>3,291,787</u>	<u>-</u>	<u>3,291,787</u>	<u>3,299,708</u>
Resources expended					
Charitable activity:					
Grants payable	4	(2,625,647)	-	(2,625,647)	(3,969,319)
Governance costs	4	(<u>10,736</u>)	<u>-</u>	(<u>10,736</u>)	(<u>16,417</u>)
Total resources expended		<u>(2,636,383)</u>	<u>-</u>	<u>(2,636,363)</u>	<u>(3,985,736)</u>
Net incoming/(outgoing)resources before other recognised gains and losses		655,404	-	655,404	(686,028)
Other recognised gains and losses					
Unrealised gain/ (loss) on revaluation of listed investments		<u>-</u>	<u>(21,098,782)</u>	<u>(21,098,782)</u>	<u>(14,757,647)</u>
Net movement in funds		655,404	(21,098,782)	(20,443,378)	(15,443,675)
Funds brought forward		<u>158,185</u>	<u>47,585,884</u>	<u>47,744,069</u>	<u>63,187,744</u>
Funds carried forward		<u>813,589</u>	<u>26,487,102</u>	<u>27,300,691</u>	<u>47,744,069</u>

The Statement of Financial Activities includes all gains and losses in the year and all incoming resources and resources expended derive from/relate to continuing activities.

The notes form part of these financial statements.

THE JMCMRJ SORRELL FOUNDATION

BALANCE SHEET at 5th April 2020

	Note	Unrestricted Fund £	Endowment Fund £	2020 Total £	2019 Total £
FIXED ASSETS					
Investments	5	64,439	26,487,102	26,551,541	47,650,323
CURRENT ASSETS					
Sundry debtors		-	-	-	-
Cash at bank		807,790	-	807,790	192,186
		807,790	-	807,790	192,186
CREDITORS: amounts falling due Within one year	6	(38,640)	-	(38,640)	(38,440)
Net current assets/(liabilities)		769,150	-	769,150	153,746
Total assets less current liabilities		833,589	26,487,102	27,320,691	47,804,069
CREDITORS: amounts falling due after more than one year	7	(20,000)	-	(20,000)	(60,000)
Net assets/(liabilities)		813,589	26,487,102	27,300,691	47,744,069
FUNDS					
General unrestricted income fund		813,589	-	813,589	158,185
Expendable endowment fund		-	26,487,102	26,487,102	47,585,884
		813,589	26,487,102	27,300,691	47,744,069

These financial statements were approved by the Board of Trustees on 2021 and signed on its behalf by:

Sir Martin Sorrell
Chairman

Cristiana Falcone, Lady Sorrell
Chief Executive Officer

The notes form part of these financial statements.

THE JMCMRJ SORRELL FOUNDATION

CASH FLOW STATEMENT for the year ended 5th April 2020

		2020 Total £	2019 Total £
Cash flow from operating activities:	Notes A		
Cash generated from operations		(2,676,183)	(4,285,133)
Net cash provided by (used in) operating activities		(2,676,183)	(4,285,133)
Cash flows from investing activities:			
Interest received		6,226	14,146
Dividends received		3,285,561	3,285,562
Net cash provided by (used in) investing activities		3,291,787	3,299,708
Change in cash and cash equivalent in the reporting period		615,604	(985,425)
Cash and cash equivalents at the beginning of the reporting period		192,186	1,177,611
Cash and cash equivalents at the end of the reporting period		807,790	192,186

THE JMCMRJ SORRELL FOUNDATION

NOTES TO THE CASH FLOW STATEMENT for the year ended 5th April 2020

	2020 Total £	2019 Total £
Net income for the reporting period (as per the statement of financial activities)	(20,443,378)	(15,443,675)
Adjustments for:		
Interest received	(6,226)	(14,146)
Dividends from investments	(3,285,562)	(3,285,562)
Unrealised loss on revaluation of listed investments	21,098,782	14,757,647
Decrease in debtors	-	-
Decrease in creditors	(39,800)	(299,397)
	<hr/>	<hr/>
Net cash provided by (used in) operating activities	(2,676,183)	(4,285,133)
	<hr/> <hr/>	<hr/> <hr/>

1. ACCOUNTING POLICIES

1.1 Basis of preparation

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities; Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value as modified by the revaluation of certain assets.

1.2 Incoming resources

Donations and any associated Gift Aid claimed, dividends and bank interest are accounted for on a receivable basis. Donated investments are recorded as income at market value on the date of receipt. Services donated by the trustees are not accounted for unless the benefit to the charity is reasonably quantifiable and measurable.

1.3 Resources expended

All expenditure is accounted for on an accruals basis and allocated directly to the appropriate activity cost. Grants payable, which represent donations to charitable causes in furtherance of the charity's objectives, are accounted for when they are paid or when future grants have been committed in writing by the trustees.

1.4 Fixed asset Investments

Listed investments are stated at market value at the balance sheet date and any unrealised gains and losses are included in the statement of financial activities. Programme related investments, which represent equity interests, are stated at cost less provision for permanent diminution in value.

1.5 Expendable endowment fund

The expendable endowment fund comprises shares gifted to the Charity over several years by Sir Martin Sorrell, with a market value at the 5th April 2020 of £26,487,102.

1.6 General unrestricted income fund

The charity maintains an unrestricted income fund at a level which provides sufficient funds to cover management and administration and direct charitable expenditure. The income from the investments held in the expendable endowment fund is not restricted and, accordingly, is credited to the unrestricted income fund.

1.7 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated at the rate of exchange ruling at the date of the transaction. All exchange differences are dealt with in the statement of financial activities

THE JMCMRJ SORRELL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS for the year ended 5th April 2020 (continued)

		<u>2020</u>	<u>2019</u>
		£	£
2.	VOLUNTARY INCOME		
	Donation	-	-
	Gift in kind	<u>-</u>	<u>-</u>
		<u>-</u>	<u>-</u>
3.	INVESTMENT INCOME		
	Dividends receivable	3,285,561	3,285,562
	Interest receivable	<u>6,266</u>	<u>14,146</u>
		3,291,787	3,299,708
		<u>3,291,787</u>	<u>3,299,708</u>
4.	RESOURCES EXPENDED		
		<u>Grants to</u>	
		<u>institutions</u>	
		£	
		<u>Governance</u>	
		£	
		<u>2020</u>	<u>2019</u>
		<u>Total</u>	<u>Total</u>
		£	£
	Costs directly allocated to activities		
	Charitable distributions (note 4.1)	2,629,934	3,971,060
	Audit and accountancy	-	8,640
	Management fees	-	7,777
	Bank charges	128	168
	General expenses	1,896	-
	Exchange (gains)/losses	<u>(4,415)</u>	<u>(1,909)</u>
		2,625,647	3,985,736
		<u>2,625,647</u>	<u>3,985,736</u>

4.1 RESOURCES EXPENDED (continued)

		<u>2019</u>
Charitable distributions	£	£
Grants for the advancement of education		
Amos Bursary	625,000	
Association Civil Guiadi	3,825	
Burning Man Project	38,254	
Christ's College	25,000	
Fondazione Andrea Bocelli	27,010	
Foreign Policy Association	42,706	
Imperial War Museum	50,000	
Internews	22,898	
Karnataka Jesuit Educational Society	25,000	
Kings College	10,000	
Pembroke College Cambridge	25,000	
Royal Academy Music Development	30,000	
St Paul's School Development Campaign	10,000	
The British Museum	6,000	
The Carnegie Hall Society	152,650	
The Entertainment Industry Foundation	7,632	
The Friends of OHR Someach JLE	225,000	
The Paley Media Centre	78,937	
The Peterhouse Development Fund	15,000	
The Queen's Commonwealth Trust	50,000	
The Royal Foundation	50,025	
Trinity Hall Development	25,000	
Winchester College Campaign	50,000	
	1,569,937	2,052,390

THE JMCMRJ SORRELL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS for the year ended 5th April 2020 (continued)

Grants for poverty alleviation and health improvement	£	£
Bute House	20,025	
Cancer Research UK	50,000	
Children of the Edge	10,000	
Demeza House Children Hospice	10,000	
Friends of Montessori Foundation	23,319	
Gramercy Park	19,082	
Haven House	10,000	
Hospice in the Weald	10,000	
Impetus	50,000	
Jewish Care	23,000	
Juan Felipe Gomez Escobar Foundation	19,081	
Karantaka Jesuit Education Society	25,000	
Loftus Charitable Trust	30,000	
Karantaka Jesuit Education Society	100,000	
Memorial Sloan Kettering	76,325	
Nest	7,633	
Parkinson's Disease Society	25,000	
Place2Be	10,000	
Sentebale	30,000	
Shelter National Campaign for Homeless	50,000	
The Lyla Nsouli Foundation	10,000	
The National Society for the Prevention of Cruelty	196,250	
The Royal Marsden Cancer Charity	50,000	
Training Centre of the ILO	4,667	
Tree of Hope	24,000	
UNHCR Voluntary Funds	76,325	
United Jewish Israel Appeal	50,000	
Wellbeing of Women	15,025	
	1,024,732	879,130

THE JMCMRJ SORRELL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS for the year ended 5th April 2020 (continued)

Grants for the advancement of inter-religious dialogue and understanding	£	£
Chelsea Synagogue	11,395	
Church of the Ephiaphany	4,920	
Community Security Trust	10,000	
St Patricks Cathedral	4,590	
The Brotherhood Synagogogue	4,590	
	35,265	115,711
	<hr/>	<hr/>
Other Grants		
UBS UK Donor Advised Foundation	-	923,829
	<hr/>	<hr/>
	2,629,934	3,971,060
	<hr/> <hr/>	<hr/> <hr/>

THE JMCMRJ SORRELL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS for the year ended 5th April 2020 (continued)

5.	FIXED ASSET INVESTMENTS	
	<u>2020</u>	<u>2019</u>
	£	£
UK listed investments		
Market value at beginning of year	47,650,323	62,343,531
Market value of donated investments	-	-
Gain/ (Loss) on revaluation	<u>(21,098,782)</u>	<u>(14,757,647)</u>
Market value at end of year	26,487,102	47,585,884
Programme related investment		
Equity interest	<u>64,439</u>	<u>64,439</u>
	<u>26,551,541</u>	<u>47,650,323</u>

All the UK listed investments are held in WPP plc.

The programme related investment represents the charity's minority interest in the common stock of a New York benefit corporation, MpowerD Inc.

	<u>2020</u>	<u>2019</u>
	£	£
6. CREDITORS: amounts falling due within one year		
Grants payable	30,000	30,000
Other creditors	-	-
Accruals	<u>8,640</u>	<u>8,440</u>
	<u>38,640</u>	<u>38,440</u>
7. CREDITORS: amounts falling due after more than one year		
Grants payable	<u>20,000</u>	<u>60,000</u>

8. TRUSTEES' REMUNERATION AND EXPENSES

Neither the trustees, nor any persons connected with them, received remuneration or reimbursement of expenses during the year.