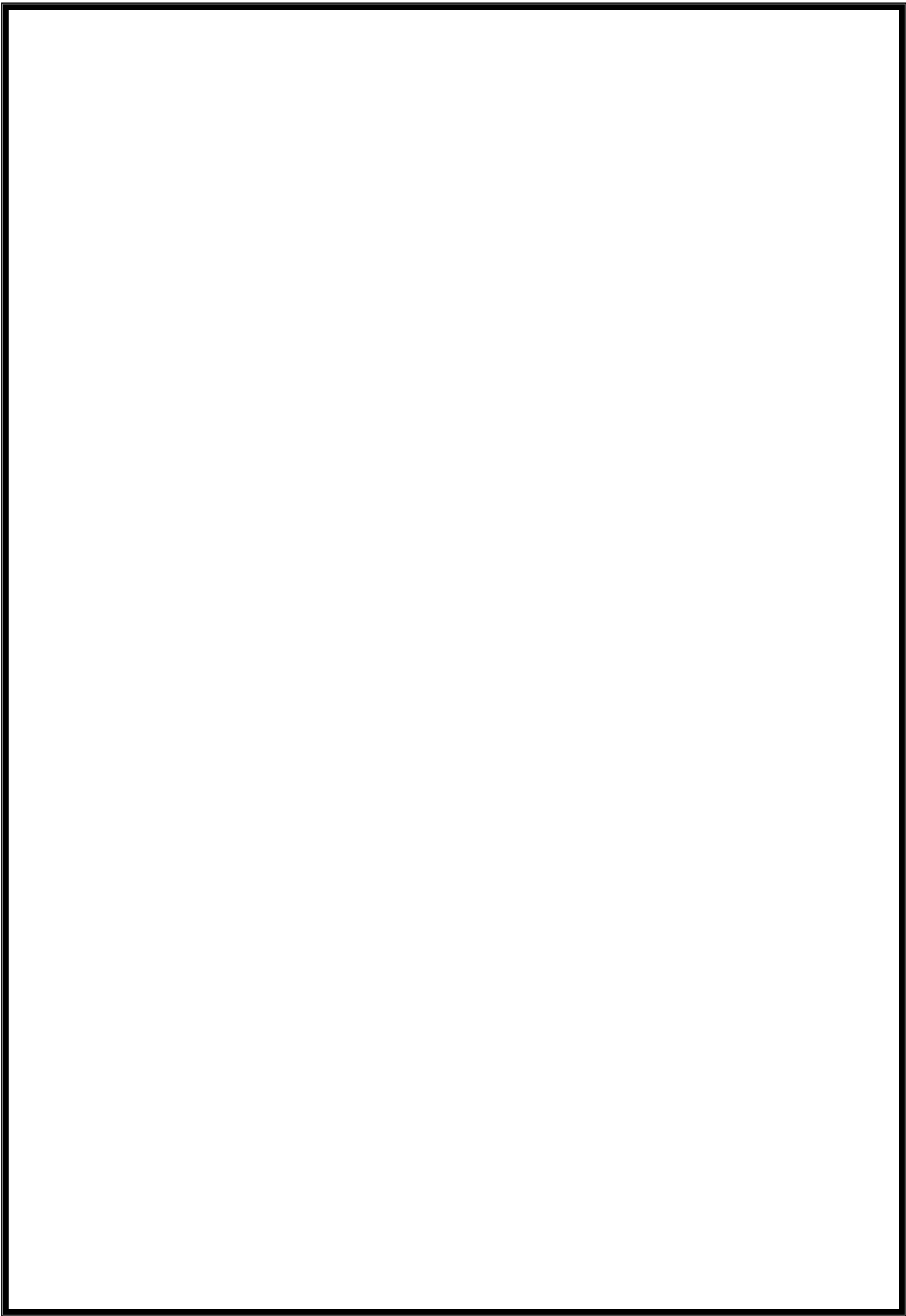




ANNUAL REPORT AND FINANCIAL STATEMENTS

5 APRIL 2023

The Peak  
5 Wilton Road  
London SW1V 1AP



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## Legal and Administrative

The Indigo Trust was established under a Trust Deed dated 27 April 1999 and became a registered charity with the Charity Commission in England and Wales on 10 June 1999 (registration no. 1075920).

<b>Trustees</b>	Francesca Perrin OBE William Perrin OBE Dominic Flynn Sameer Padania Sonia Sodha	
<b>Registered Office</b>	The Peak 5 Wilton Road London SW1V 1AP	
<b>Principal Officers</b>	Karen Everett Thrisha Haldar	Chief Executive Officer Lead Executive
<b>Bankers</b>	Royal Bank of Scotland 119 - 121 Victoria Street London SW1E 6RA	
<b>Solicitors</b>	Portrait Solicitors (up to 31 July 2022) 21 Whitefriars Street London EC4Y 8JJ  BDB Pitmans LLP (as from 1 August 2022) 1 Bartholomew Close London EC1A 7BL	
<b>Auditor</b>	Sayer Vincent LLP Invicta House 108 - 114 Golden Lane London	
<b>Investment Advisers</b>	Cazenove Capital 12 Moorgate London EC2R 6DA	
<b>Objects</b>	The objects of the Trust as given in the Trust Deed are for general charitable purposes.	

## **Trustees' Report**

The Trustees present their report and the audited financial statements for the year ended 5 April 2023. Legal and administrative information set out on page 2 forms part of this report. The financial statements comply with current statutory requirements, the Trust deed, and the Statement of Recommended Practice - Accounting and Reporting by Charities: SORP applicable to charities preparing their accounts in accordance with FRS 102.

## **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, as updated in 2020, 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 familiar with the requirements and duties set out in the Charities (Protection and Social Investment) Act 2016. The Trust's income is generated from investments, for which Trustees set specific policies (see page 6). As the Trust does not undertake fundraising from the general public and does not use professional fundraisers or commercial participators, the Trust is not part of any regulatory scheme relating to fundraising and as such has received no complaints in relation to fundraising.

## **Grant-Making Strategy**

During this financial year, The Indigo Trust awarded 26 grants totalling £3,083,757. Of these grants, 19 were unrestricted and accounted for 70% of our total funding for the year. Grantee-partners are best placed to decide how to deploy resources to achieve their aims and for the communities they serve.

The Trust proactively researches and identifies organisations that align with its funding priorities. It does not currently accept any unsolicited proposals.

More detailed information about its grant-making strategy and grant awards can be found on its website [here](#). For a list of grantees in the year 2022/23, see pages 8-10.

In November 2022, the Indigo Team, Trustees and Staff, reviewed and reflected on the Trust's strengths and areas for development in its approach to grant-making.

The Trust strives to practice relational, transparent, and equitable grant making. To achieve this, the team works alongside grantees, acknowledging their expertise and welcoming their insights to inform the Trust's practice.

For external scrutiny and accountability, the Trust has become a partner in the [Foundation Practice Rating initiative](#), which rates Foundations on their transparency, diversity and accountability on an annual basis. Results of the rating revealed that the Trust could be more robust in addressing Diversity, Equity and Inclusion. In response, the Trust will set itself measurable targets and will regularly reflect on progress. This will be implemented in 2023-24.

The Trust funds in 6 thematic areas, usually to organisations at early stages of development. Grantees are identified proactively through research and insights from a diverse range of civil society voices.

The Indigo Trust's funding priority areas are:

### **Access to Justice (Global)**

Internationally, the Trust continued to support AfricanLII and Laws.Africa who make case law accessible to individuals, organisations, and governments by building and maintaining sustainable free access to law portals across Africa and beyond. Funding this work plays to Indigo's strength of mobilising data transparency to improve democracy.

### **Access to Justice (UK)**

Cuts to legal aid and growing inequality over the past decade has stretched the specialist legal advice sector at a time when their work is needed more than ever by the most marginalised in our society. Housing and immigration advice work, which requires a high level of skill and expertise, are in high demand.

The Trust played a role in addressing these issues by pooling funds with a number of expert funders in this area to form the Community Justice Fund. This collaborative fund was set up in response to the Covid-19 crisis to rapidly support front line specialist legal advice centres through grants and capacity building. The Trust continued to be an active partner by informing the strategy, in consultation with the sector, contributing £100,000 to support the fund and supporting fundraising to secure longer term additional funds for frontline organisations providing free legal advice to those at risk of homelessness, debt, and precarious immigration status.

### **Racial Justice**

The Trust remains committed to learning, improving and being transparent about Diversity, Equity and Inclusion. As part of this journey, The Trust became a member of the Funders for Race Equality Alliance and undertook an audit of its grant-making to understand which organisations in the portfolio are led by and for people of colour. This is an ongoing process and the Trust will continue to monitor the diversity of its grantee portfolio to inform its grant making practice.

As a key partner to 360 Giving, the Trust is also using its influence and voice to increase awareness of the Diversity, Equity and Inclusion Data Standard developed by 360Giving, which will enable donors to measure and track funding flows and whether certain groups are consistently underfunded.

In addition, the Trust hosted a 2027 Associate – a scheme that places talented people from working class backgrounds into grant-making foundations for mutual learning and as part of a goal to diversify the grant making sector by 2027.

In terms of grant-making, the Trust was a founding funder of Black Equity Organisation and the Baobab Foundation, whom it continues to learn from and support through grant-making and sharing networks.

### **Prevention of Child Sexual Abuse**

The Trust prioritises funding work that is less well supported by other donors, either because it is perceived as risky or unpopular or is a less understood issue. During 2022-23 Indigo continued to fund three front-line UK organisations addressing this issue from a range of angles – perpetrator prevention, online abuse and training and support for UK professionals in identifying and responding to CSA. The Trust has also been in discussions with a range of funder collaborations, academics and civil society leaders addressing the issue to inform our approach from 2023 onwards.

### **Visual Impairment**

The Trust recognises that data initiatives can provide essential information to policy makers and those implementing change at scale. In the field of eyecare in low to middle income countries, Indigo Trust supported the London School of Hygiene and Tropical Medicine to develop a new website which makes accessible the Rapid Assessment of Avoidable Blindness (RAAB) survey data. The data includes 300 surveys of visual impairment and blindness in over 80 countries which enables policy makers and programme planners to identify where their interventions would be most impactful. The Trust also supported more programmatic interventions to address visual impairment in low-income countries, though activities were delayed considerably due to Covid-19.

### **Better Grant-Making**

As a founding funder of 360 Giving, the Trust has been instrumental in enabling more transparency and collaboration amongst donors. In 2023, 257 funders were sharing data on over 860,000 grants worth over £213 billion, and over 35,000 people a year were accessing and using this data.

The Trust is also an active member of the Foundation Practice Rating, which rates grant-makers, without their permission, on their transparency, accountability and diversity. Indigo's Lead Executive contributed to discussion and raising awareness of the rating and aspirations for improving grant-making practices across the UK. [Shining a light on foundation practice \(civilsociety.co.uk\)](https://civilsociety.co.uk/shining-a-light-on-foundation-practice)

The Trust also convened grantee practitioners from the majority world together with several Trusts and Foundations to address power dynamics and interrogate grant-making practices. The event was co-hosted with Alliance Magazine, whose article below summarises key themes and actions.

[Power and knowledge hierarchies in philanthropy, activism and beyond - Alliance magazine](#)

## **Discretionary Grants**

To test and learn from a range of civil society groups, Trustees and the staff team identify groups and organisations to support with modest grants.

## **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.

## **Investment Policy and Performance**

The Trustees regularly meet the investment manager to discuss strategy and review 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 have instructed their investment managers to manage the investments on a total return basis to generate long-term positive returns. During the year to 5 April 2023, the total return on the Trust's investment portfolio was -3% (2022: +7%).

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.

## **Reserves Policy and Going Concern**

In the year under review, there was a planned deficit of income over expenditure on the unrestricted funds of £2,330,244 (2022: £1,531,137). This has been funded by a transfer from expendable endowment. Whenever it may be necessary in the future, the Trustees are prepared to fund grant commitments from expendable endowment.

The Trustees regularly review cash flow projections for income and expenditure, to ensure that the level of disposable net assets is adequate and that the Trust is in a position to meet all its commitments. As at 5 April 2023, The Trust held total funds of £9.6m (2022: £11.0m). The Trustees are not aware of any material uncertainties that would prevent the financial statements from being prepared on a going concern basis.

## **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 review grants and investments.

During the year, the Trustees made a donation of £1.1m to the Trust, on which gift aid of £275,000 was reclaimed (2022: donation £100,000 and gift aid £25,000) . This has been added to the Expendable Endowment. The net asset value of the Trust decreased by 13% from £11.0m at 5 April 2022 to £9.6m at 5 April 2023.

During the year the Trustees approved 26 grants totalling £3,083,757 (2022: £1,512,845).

### **Future Plans**

The Trust will continue to support activities outlined in the Grant Making Strategy section on pages 3-6.

## Grants Approved from 06 Apr 2022 to 05 Apr 2023

### Access to Justice - Global

Grant No	Beneficiary Name	Period	Approved	Amount
IND580	International Lawyers Project	1 year	6 December 2022	£15,000
Purpose:	Core funding to support ILP's work.			
IND592	African Legal Information Institute (African LII)	3 years	23 March 2023	£180,000
Purpose:	Three years core funding - £60,000 in each FY 22/23, 23/24 & 24/25.			
IND593	African Legal Information Institute (African LII)	3 years	23 March 2023	£210,000
Purpose:	3 year funding to support the LII Fund for Africa - £70k each FY 22/23, 23/24 & 24/25.			
			<b>Total:</b>	<b>£405,000</b>
			<b>No of Grants:</b>	<b>3</b>

### Access to Justice - UK

Grant No	Beneficiary Name	Period	Approved	Amount
IND570	Justice Collaborations	1 year	23 May 2022	£50,000
Purpose:	Contribution to the Justice Together Funder Collaboration.			
IND573	Child Poverty Action Group	1 year	19 September 2022	£25,000
Purpose:	To digitise and update in real time CPAG's expert Fuel Rights Handbook.			
IND575	Ealing Law Centre	3 years	19 October 2022	£165,000
Purpose:	Towards mitigating Cost of Living crisis.			
IND576	Cumbria Law Centre	3 years	19 October 2022	£165,000
Purpose:	Towards mitigating Cost of Living crisis.			
IND577	Southwark Law Centre	3 years	19 October 2022	£165,000
Purpose:	Towards mitigating Cost of Living crisis.			
IND578	Access to Justice Foundation	1 year	19 October 2022	£100,000
Purpose:	Towards the Community Justice Fund's Wave 3 awards.			
IND594	Friends, Families & Travellers	1 year	29 March 2023	£20,000
Purpose:	Core funding to support its access to justice work.			
			<b>Total:</b>	<b>£690,000</b>
			<b>No of Grants:</b>	<b>7</b>

### Better Grant-making

Grant No	Beneficiary Name	Period	Approved	Amount
IND574	Friends Provident Foundation	3 years	14 September 2022	£45,000
	Purpose: Towards continuing the Foundation Practice Rating.			
IND591	360 Giving	1 year	15 February 2023	£150,000
	Purpose: Core Funding for FY 2024/25.			
Total:				£195,000
No of Grants:				2

### Racial Justice

Grant No	Beneficiary Name	Period	Approved	Amount
IND569	Black Equity Organisation	3 years	12 May 2022	£300,000
	Purpose: Unrestricted core funding over 3 years.			
IND569	By and For Foundation - Baobab Foundation	3 years	19 October 2022	£225,000
	Purpose: Core unrestricted funding over three years.			
Total:				£525,000
No of Grants:				2

### Trustees' Discretionary Grants

Grant No	Beneficiary Name	Period	Approved	Amount
IND584	Winchester Street Reach	1 year	20 December 2022	£3,000
	Purpose: Core unrestricted funding.			
IND585	Refugee Cafe	1 year	20 December 2022	£3,000
	Purpose: Unrestricted core funding to support its work.			
IND586	Healthcare Workers' Foundation	1 year	30 January 2023	£3,000
	Purpose: Core unrestricted funding.			
IND587	Greater Govanhill CIC	1 year	30 January 2023	£3,000
	Purpose: Core funding for Community Newsroom.			
IND588	Nia	1 year	30 January 2023	£3,000
	Purpose: Core unrestricted funding			
IND590	Success Capital Organisation	1 year	08 February 2023	£3,000
	Purpose: Core unrestricted funding to support its work.			
Total:				£18,000
No of Grants:				6

## Prevention of Child Sexual Abuse

Grant No	Beneficiary Name	Period	Approved	Amount
IND581	Marie Collins Foundation	1 year	16 December 2022	£105,000
Purpose:	Core unrestricted funding.			
IND582	The Lucy Faithfull Foundation	3 years	16 December 2022	£315,000
Purpose:	Core unrestricted funding.			
IND583	Centre of Expertise on Child Sexual Abuse	3 years	16 December 2022	£324,000
Purpose:	Core unrestricted funding to support its work.			
<b>Total:</b>				<b>£744,000</b>
<b>No of Grants:</b>				<b>3</b>

## Visual Impairment

Grant No	Beneficiary Name	Period	Approved	Amount
IND571	Eyelliance	1 year	4 July 2022	£25,142
Purpose:	Advocacy, research and practical work to address URE - core funding.			
IND572	London School of Hygiene & Tropical Medicine	1 year	04 July 2022	£160,777
Purpose:	To increase access to and use of RAAB data through a new website.			
IND589	London School of Hygiene & Tropical Medicine	2 years	31 January 2023	£320,838
Purpose:	To increase access to and use of RAAB data via new website.			
<b>Total:</b>				<b>£506,757</b>
<b>No of Grants:</b>				<b>3</b>
<b>Total grants approved:</b>				<b>£3,083,757</b>
<b>Total no of grants approved:</b>				<b>26</b>

## **Statement of Trustees' Responsibilities**

Law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the period and of its financial position at the end of the period. In preparing financial statements giving a true and fair view, the Trustees should follow best practice and:

- Select suitable accounting policies and then apply them consistently
- Observe the methods and principles in the Charities SORP
- Make judgements and estimates that are reasonable and prudent
- State whether applicable UK Accounting Standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

The Trustees' Report has been approved by the Trustees on 30 November 2023 and signed on their behalf by:

TRUSTEE

Francesca Perrin OBE

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

### Opinion

We have audited the financial statements of The Indigo Trust (the 'charity') for the year ended 5 April 2023 which comprise the statement of financial activities, balance sheet, statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 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 2023 and of its incoming resources and application of resources, for the year then ended
- Have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice
- Have been prepared in accordance with the requirements of the Charities Act 2011

### Basis for opinion

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

### Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on The Indigo Trust's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

### Other Information

The other information comprises the information included in the Trustees' annual report, other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with

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

the financial statements or our knowledge obtained in the course of 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 this gives rise to a material misstatement in the financial statements themselves. 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 requires us to report to you if, in our opinion:

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

### **Responsibilities of Trustees**

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

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

### **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 regulations made under section 154 of that Act.

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in

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

respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud are set out below.

### Capability of the audit in detecting irregularities

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- We enquired of management and the board of trustees, which included obtaining and reviewing supporting documentation, concerning the charity's policies and procedures relating to:
  - Identifying, evaluating, and complying with laws and regulations and whether they were aware of any instances of non-compliance.
  - Detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected, or alleged fraud.
  - The internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations.
- We inspected the minutes of meetings of those charged with governance.
- We obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on those laws and regulations that had a material effect on the financial statements or that had a fundamental effect on the operations of the charity from our professional and sector experience.
- We communicated applicable laws and regulations throughout the audit team and remained alert to any indications of non-compliance throughout the audit.
- We reviewed any reports made to regulators.
- We reviewed the financial statement disclosures and tested these to supporting documentation to assess compliance with applicable laws and regulations.
- We performed analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.
- In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments, assessed whether the judgements made in making accounting estimates are indicative of a potential bias and tested significant transactions that are unusual or those outside the normal course of business.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.



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

### **Use of our report**

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

Date 8 January 2024

Sayer Vincent LLP, Statutory Auditor

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

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

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 5 APRIL 2023**

	<i>Notes</i>	<b>Unrestricted Funds</b>	<b>Expendable Endowment</b>	<b>Total Funds 2023</b>	<b>Total Funds 2022</b>
		£	£	£	£
<b>Income and Endowment from:</b>					
Donations and gifts		-	1,375,000	1,375,000	125,000
Investments	<b>3</b>	129,461	-	129,461	150,540
Bank and short term deposit interest		55,444	-	55,444	8,863
<b>Total Income</b>		<b>184,905</b>	<b>1,375,000</b>	<b>1,559,905</b>	<b>284,403</b>
<b>Expenditure on:</b>					
<b>Raising funds:</b>					
Investment management fees		-	28,861	28,861	30,335
<b>Charitable activity:</b>					
Grant-making:					
Grant expenditure	<b>4</b>	2,305,147	-	2,305,147	1,267,845
Grant related support costs	<b>5</b>	210,002	-	210,002	422,695
<b>Total Expenditure</b>		<b>2,515,149</b>	<b>28,861</b>	<b>2,544,010</b>	<b>1,720,875</b>
<b>Net (expenditure)/income before (losses)/gains on investments</b>		<b>(2,330,244)</b>	<b>1,346,139</b>	<b>(984,105)</b>	<b>(1,436,472)</b>
Net (losses)/gains on investments	<b>8</b>	-	(417,012)	(417,012)	450,745
Transfers between funds	<b>11</b>	2,330,244	(2,330,244)	-	-
<b>Net movement in funds</b>		<b>-</b>	<b>(1,401,117)</b>	<b>(1,401,117)</b>	<b>(985,727)</b>
<b>Reconciliation of funds:</b>					
Total funds brought forward		-	11,021,354	11,021,354	12,007,081
Total funds carried forward		-	9,620,237	9,620,237	11,021,354

The notes on pages 19 to 28 form part of these accounts.

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

**BALANCE SHEET**  
**AS AT 5 APRIL 2023**

	<i>Notes</i>	<b>2023</b>	<b>2022</b>
		£	£
<b>FIXED ASSETS</b>			
Tangible fixed assets	<b>7</b>	10,029	12,536
Investments	<b>8</b>	8,141,796	8,447,735
		<u>8,151,825</u>	<u>8,460,271</u>
<b>CURRENT ASSETS</b>			
Debtors	<b>9</b>	338,645	11,172
Short term deposits		515,436	502,334
Cash at bank and in hand		<u>1,902,573</u>	<u>2,553,967</u>
		2,756,654	3,067,473
<b>CURRENT LIABILITIES</b>			
<b>Creditors</b> - amounts falling due within 1 year	<b>10</b>	<u>1,288,242</u>	<u>506,390</u>
<b>NET CURRENT ASSETS</b>		1,468,412	2,561,083
<b>NET ASSETS</b>		<u>9,620,237</u>	<u>11,021,354</u>
<b>CAPITAL FUNDS</b>			
Expendable endowment	<b>11</b>	9,620,237	11,021,354
<b>INCOME FUNDS</b>			
Unrestricted funds	<b>11</b>	-	-
		<u>9,620,237</u>	<u>11,021,354</u>

The financial statements were approved and authorised for issue by the trustees on 30 November 2023 and were signed on their behalf by:

..... TRUSTEE  
Francesca Perrin OBE

The notes on pages 19 to 28 form part of these accounts.

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 5 APRIL 2023**

**Cash flows from operating activities:**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
<b>Net cash used in operating activities</b>	<b>(712,124)</b>	<b>(1,484,314)</b>
<b>Cash flows from investing activities:</b>		
Investment additions	(807,725)	(1,794,893)
Sale of investments	1,007,332	1,679,049
Dividends and Interest	184,905	159,403
Fixed asset additions	-	-
<b>Net cash provided by investing activities</b>	<b>384,512</b>	<b>43,559</b>
<b>Change in cash and cash equivalents in the year</b>	<b>(327,612)</b>	<b>(1,440,755)</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>3,334,771</b>	<b>4,775,526</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>3,007,159</b>	<b>3,334,771</b>

**Reconciliation of net cash provided by operating activities**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Net movement in funds (as per the Statement of Financial Activities)	(1,401,117)	(985,727)
Losses/(gains) on investments	417,012	(450,745)
Dividends and interest	(184,905)	(159,403)
Depreciation charges	2,507	5,277
(Increase)/decrease in debtors	(327,473)	261,772
Increase/(decrease) in creditors	781,852	(155,488)
	<b>(712,124)</b>	<b>(1,484,314)</b>

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

	<b>2023</b>	<b>2022</b>	<b>Change in year</b>
Cash at bank and short term deposits	2,418,009	3,056,301	(638,292)
Cash balances held by investment manager for reinvestment	589,150	278,470	310,680
	<b>3,007,159</b>	<b>3,334,771</b>	<b>(327,612)</b>

The notes on pages 19 to 28 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 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) - (Charities SORP FRS 102), The Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

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.

In the view of the Trustees, there are no material uncertainties casting doubt on the going concern of the charity. 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 Trust's investments are managed on a total return basis therefore the pattern of unrestricted income may be uneven. The endowment assets of the Trust remain significant, and if necessary, these will be used to continue to pay out to its beneficiaries in accordance with the Trust's objects.

#### 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

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

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 payable are made to third parties in furtherance of the charity's objects. Single or multi-year grants are accounted for when either the recipient has a reasonable expectation that they will receive a grant and the trustees have agreed to pay the grant without condition, or the recipient has a reasonable expectation that they will receive a grant and that any condition attaching to the grant is outside of the control of the charity.

## NOTES TO THE ACCOUNTS

### 2. ACCOUNTING POLICIES continued

The view of the Trustees is that any instalments payable within 12 months of the reporting date are expected to be paid regardless of the status of attached conditions and so these are accrued. Any payments due in more than 12 months from the reporting date, where conditions exist that have not been met at the reporting date, are not accrued but are reported as an unaccrued future commitment.

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

#### d) Investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. Any change in fair value will be recognised in the statement of financial activities. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading "Net gains/(losses) on investments" in the statement of financial activities. The charity does not acquire put options, derivatives or other complex financial instruments.

#### e) Fixed assets

Fixed assets are capitalised where the purchase price exceeds £5,000, and depreciated at rates which reflect their useful life to the Trust. Leasehold improvements are depreciated over the outstanding life of the lease at the time the work was completed. The following rates have been used:

Leasehold improvements - 14.28% per annum

#### f) Financial Instruments

The charity 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 their settlement value.

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

#### g) Cash and cash equivalents

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

#### h) Critical accounting judgements and key sources of estimation uncertainty

In the application of the charity's accounting policies, which are described above, 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.

## NOTES TO THE ACCOUNTS

### 2. ACCOUNTING POLICIES continued

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.

### 3. INVESTMENT INCOME

Income received on investments may be analysed as follows:

	2023		2022	
	£	%	£	%
Government fixed interest	223	-	228	-
Other fixed interest	3,285	3	6,072	4
UK equities	50,862	39	82,700	55
Overseas equities	60,354	47	47,174	31
Alternatives	14,737	11	14,366	10
	129,461	100	150,540	100

### 4. GRANTS PAYABLE

	2023		2022	
	£	£	£	£
<b>Reconciliation of grants payable:</b>				
Commitments at 6 April 2022		375,000		552,558
Grants not accrued at 6 April 2022	310,000		65,000	
Grants approved in the year	3,083,757		1,512,845	
Grants not accrued at 5 April 2023	(1,088,610)		(310,000)	
<b>Grants payable for the year</b>		<b>2,305,147</b>		<b>1,267,845</b>
Grants paid during the year		(1,413,920)		(1,445,404)
Commitments at 5 April 2023		1,266,227		375,000
<b>Commitments at 5 April 2023 are payable as follows:</b>				
		<b>2023</b>		<b>2022</b>
Within one year (note 10)		1,266,227		375,000

#### 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 2023 was £1,088,610 (2022: £310,000).

A list of grants payable is included in Appendix A.

## NOTES TO THE ACCOUNTS

### 5. ALLOCATION OF SUPPORT COSTS

	Grant- Making	Governance	2023 Total Allocated	2022 Total Allocated
	£	£	£	£
Staff costs	132,384	1,880	134,264	282,268
Share of joint office costs	36,289	-	36,289	65,967
Direct costs including travel	13,535	-	13,535	19,730
Legal and professional fees	15,247	-	15,247	42,011
Depreciation	2,507	-	2,507	5,277
Auditor's remuneration*	-	8,160	8,160	7,442
	199,962	10,040	210,002	422,695

\*Auditor's remuneration for 2023 excluding VAT was £6,800 (2022: £6,200).

Included within support costs for 2022 were governance costs totalling £9,257. This was comprised of staff costs of £1,815 and auditor's remuneration of £7,442.

### 6. ANALYSIS OF STAFF COSTS

	2023	2022
	£	£
Wages and salaries	109,781	236,265
Social security costs	13,414	23,823
Other pension costs	11,069	22,180
	134,264	282,268

The Trust is one of the Sainsbury Family Charitable Trusts which share a joint administration at the Registered Office. 1.4% of the total support and administration costs of these trusts have been allocated to the Indigo Trust (2022: 3.2%), including a proportionate share of the costs of employing the total number of staff serving in the office in 2022/23.

The actual number of staff employed during the period was 5 (2022: 8), all on a part time basis. This was equivalent to 1.3 full time employees (2022: 2.8). 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 £60,157 (2022: £95,561). No employee of the Trust earned in excess of £60,000 (2022: one earned in between £60,001 - £70,000).

There were no redundancy payments made during the year (2022: 34,676).



## NOTES TO THE ACCOUNTS

### 7. TANGIBLE FIXED ASSETS

#### Leasehold Improvements

	2023	2022
	£	£
<b>Cost</b>		
At 6 April 2022	45,250	45,250
Disposals	(27,700)	-
At 5 April 2023	17,550	45,250
<b>Depreciation</b>		
At 6 April 2022	32,714	27,437
Disposals	(27,700)	-
Charge for the year	2,507	5,277
At 5 April 2023	7,521	32,714
<b>NET BOOK VALUE</b>		
At 5 April 2023	10,029	12,536
<b>NET BOOK VALUE</b>		
At 5 April 2022	12,536	17,813

### 8. FIXED ASSET INVESTMENTS

	2023	2022
	£	£
Market value 6 April 2022	8,169,265	7,602,676
Less: Disposals at proceeds	(1,007,332)	(1,679,049)
Add: Acquisitions at cost	807,725	1,794,893
Net gains on investments	(417,012)	450,745
<b>Market value 5 April 2023</b>	<b>7,552,646</b>	<b>8,169,265</b>
Investment cash	589,150	278,470
<b>Total investments</b>	<b>8,141,796</b>	<b>8,447,735</b>

The investments held as at 5 April 2023 were as follows:

	2023		2022	
	Cost	Market Value	Cost	Market Value
	£	£	£	£
Government fixed interest	129,541	187,253	129,541	199,167
Other fixed interest	265,321	253,405	350,645	333,350
UK equities	703,629	875,365	1,329,690	1,661,568
Overseas equities	4,114,649	4,875,545	3,589,802	4,523,901
Alternatives	1,210,769	1,361,078	1,172,269	1,451,279
	6,423,909	7,552,646	6,571,947	8,169,265

## NOTES TO THE ACCOUNTS

### 9. DEBTORS

	2023	2022
	£	£
Gift aid debtor	275,000	-
Prepayments & accrued income	10,096	11,172
Other debtors	53,549	-
	<u>338,645</u>	<u>11,172</u>

### 10. CREDITORS

	2023	2022
	£	£
Grants payable within one year	1,266,227	375,000
Professional charges	14,799	8,852
Investment management fee	7,216	7,296
Other creditors	-	115,242
	<u>1,288,242</u>	<u>506,390</u>

### 11. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds	Expendable Endowment	Totals 2023
	£	£	£
Fund balances at 5 April 2023 are represented by:			
Tangible fixed assets	-	10,029	10,029
Investments	-	8,141,796	8,141,796
Current assets	1,281,026	1,475,628	2,756,654
Current liabilities	(1,281,026)	(7,216)	(1,288,242)
<b>Total net assets</b>	<u>-</u>	<u>9,620,237</u>	<u>9,620,237</u>
<b>Movement in the year</b>			
Opening balance as at 5 April 2022	-	11,021,354	11,021,354
Total income and endowments	184,905	1,375,000	1,559,905
Cost of raising funds	-	(28,861)	(28,861)
Cost of grant-making	(2,515,149)	-	(2,515,149)
Net losses on investments	-	(417,012)	(417,012)
Transfers between funds	2,330,244	(2,330,244)	-
Closing balance as at 5 April 2023	<u>-</u>	<u>9,620,237</u>	<u>9,620,237</u>

A transfer of £2,330,244 (2022: £1,531,137) was made from Expendable Endowment to Unrestricted Funds to cover the deficit during the year.

## NOTES TO THE ACCOUNTS

### 12. COMPARATIVE ANALYSIS OF NET ASSETS BETWEEN FUNDS FOR THE YEAR ENDED 5 APRIL 2022

	Unrestricted Funds	Expendable Endowment	Totals 2022
	£	£	£
Fund balances at 5 April 2022 are represented by:			
Tangible fixed assets	-	12,536	12,536
Investments	-	8,447,735	8,447,735
Current assets	499,094	2,568,379	3,067,473
Current liabilities	(499,094)	(7,296)	(506,390)
<b>Total net assets</b>	<b>-</b>	<b>11,021,354</b>	<b>11,021,354</b>
<b>Movement in the year</b>			
Opening balance as at 5 April 2021	-	12,007,081	12,007,081
Total income and endowments	159,403	125,000	284,403
Cost of raising funds	-	(30,335)	(30,335)
Cost of grant-making	(1,690,540)		(1,690,540)
Net gains on investments	-	450,745	450,745
Transfers between funds	1,531,137	(1,531,137)	-
Closing balance as at 5 April 2022	-	11,021,354	11,021,354

A transfer of £1,531,137 was made from Expendable Endowment to Unrestricted Funds to cover the deficit during the year.

### 13. RELATED PARTY TRANSACTIONS

Included within grant-related support costs is a total of £15,247 payable for legal services to BDB Pitmans LLP (2022: £5,647 payable to Portrait Solicitors), a firm in which Mr Dominic Flynn is a partner.

During the year to 5 April 2023, a net Gift Aid donation of £1,100,000 (2022: £100,000) was received from the Trustees.

#### 14. COMPARATIVE STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 5 APRIL 2022

	Unrestricted Funds	Expendable Endowment	Total Funds 2022
	£	£	£
<b>Income and Endowment from:</b>			
Donations and gifts	-	125,000	125,000
Investments	159,403	-	159,403
<b>Total Income</b>	<b>159,403</b>	<b>125,000</b>	<b>284,403</b>
<b>Expenditure on:</b>			
<i>Raising funds:</i>			
Investment management costs	-	30,335	30,335
<i>Charitable activity:</i>			
Grant-making:			
Grant expenditure	1,267,845	-	1,267,845
Grant related support costs	422,695	-	422,695
<b>Total Expenditure</b>	<b>1,690,540</b>	<b>30,335</b>	<b>1,720,875</b>
<b>Net operating (deficit)/surplus</b>	<b>(1,531,137)</b>	<b>94,665</b>	<b>(1,436,472)</b>
Gains on investment assets	-	450,745	450,745
Transfers between funds	1,531,137	(1,531,137)	-
<b>Net movement in funds</b>		<b>(985,727)</b>	<b>(985,727)</b>
<i>Reconciliation of funds:</i>			
Total funds brought forward	-	12,007,081	12,007,081
Total funds carried forward	-	11,021,354	11,021,354

## NOTES TO THE ACCOUNTS

### APPENDIX A

#### GRANTS PAYABLE

The amount payable for the year ended 5 April 2023 consisted of the following:

	£
<b>Access to Justice - Global</b>	
African Legal Information Institute (African LII)	260,000
International Lawyers Project	15,000
Laws.Africa	120,000
<b>Access to Justice - UK</b>	
Access to Justice Foundation	100,000
Child Poverty Action Group	25,000
Cumbria Law Centre	105,000
Ealing Law Centre	105,000
Friends, Families & Travellers	20,000
Justice Collaborations	50,000
Southwark Law Centre	105,000
<b>Better Grantmaking</b>	
360 Giving	100,000
Friends Provident Foundation	30,000
<b>Prevention of Child Sexual Abuse</b>	
Centre of Expertise on Child Sexual Abuse	208,000
Marie Collins Foundation	105,000
The Lucy Faithfull Foundation	205,000
<b>Racial Justice</b>	
Black Equity Organisation	200,000
By and For Foundation - Baobab Foundation	150,000
<b>Trustees' Discretionary</b>	
Greater Govanhill CIC	3,000
Healthcare Workers' Foundation	3,000
Naz and Matt Foundation	30,000
Nia	3,000
Refugee Cafe	3,000
Success Capital Organisation	3,000
The Sainsbury Archive	5,000
Winchester Street Reach	3,000
<b>Visual Impairment</b>	
Eyelliance	25,142
London School of Hygiene & Tropical Medicine	324,005
<b>Total grants payable per Statement of Financial Activities</b>	<b>2,305,147</b>

## NOTES TO THE ACCOUNTS

### APPENDIX A continued

The amount payable for the year ended 5 April 2022 consisted of the following:

	£
<b>Access to Justice - Global</b>	
African Legal Information Institute (African LII)	35,000
International Lawyers Project	15,000
Laws.Africa	260,000
<b>Access to Justice - UK</b>	
Access to Justice Foundation	100,000
Southwark Law Centre	100,000
Spotlight on Corruption Ltd	15,000
<b>Better Grantmaking</b>	
360 Giving	200,000
<b>Legacy Transparency &amp; Accountability</b>	
Open Cities Lab (formerly Open Data Durban)	50,000
<b>Prevention of Child Sexual Abuse</b>	
Centre of Expertise on Child Sexual Abuse	100,000
The Lucy Faithfull Foundation	100,000
Marie Collins Foundation	100,000
<b>Trustees' Discretionary</b>	
Afghan Association Paiwand Ltd	2,000
AKT (The Albert Kennedy Trust)	2,000
Breakout Youth	2,000
Chrysalis Centre for Change	2,000
Haringey Law Centre	2,000
Naz and Matt Foundation	62,000
Oxfordshire Community Foundation	10,000
The Sainsbury Archive	5,000
Voices	2,000
<b>Visual Impairment</b>	
Eyelliance	28,845
Vision Catalyst Fund	75,000
<b>Total grants payable per Statement of Financial Activities</b>	<b>1,267,845</b>