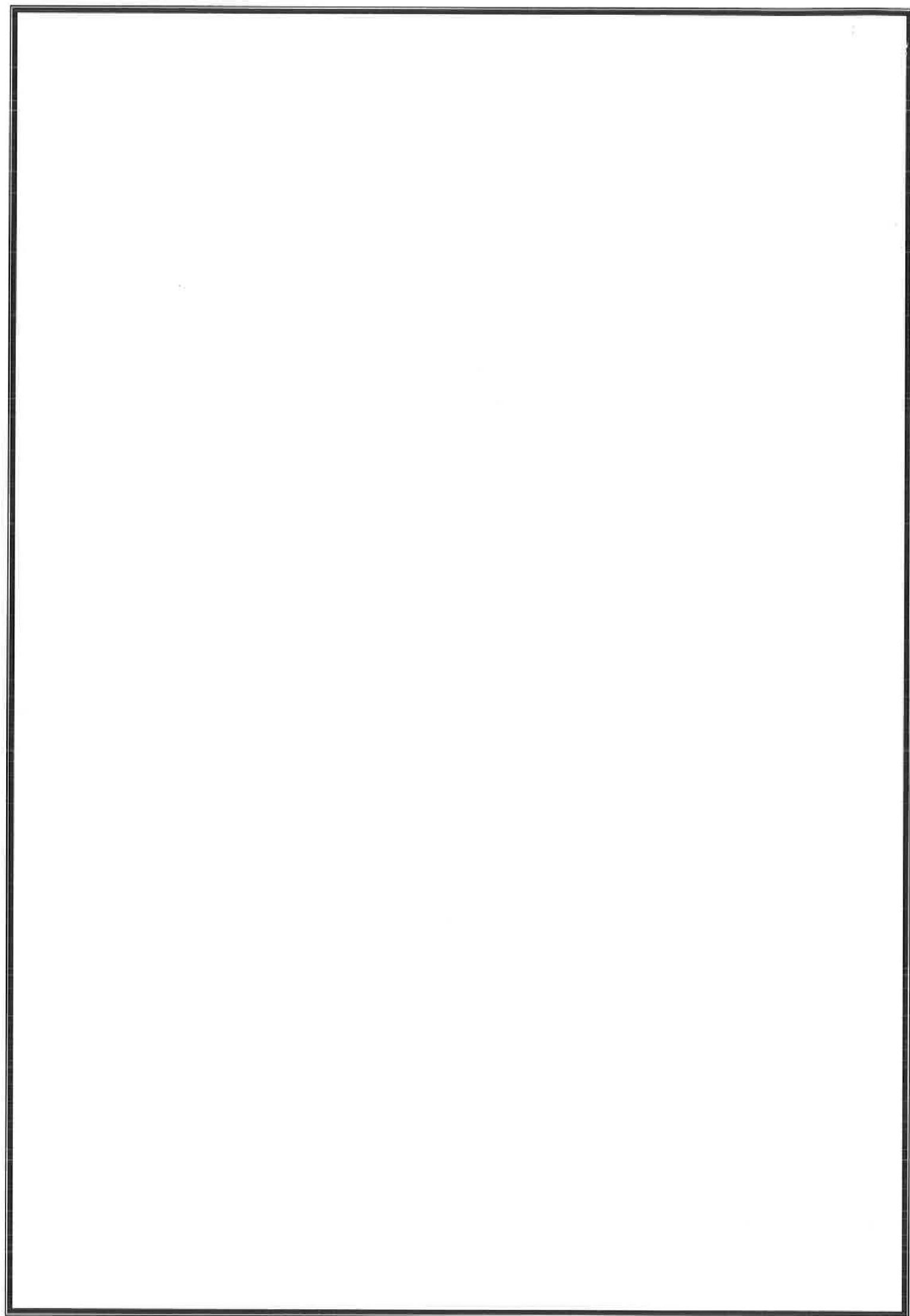




ANNUAL REPORT

5 APRIL 2016

The Peak
5 Wilton Road
London SW1V 1AP



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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	Alan Bookbinder Karen Everett Loren Treisman	Director Finance Director Executive
Bankers	Child & Co 1 Fleet Street London EC4Y 1BD	
Solicitors	Portrait Solicitors 21 Whitefriars Street London EC4Y 8JJ	
Auditors	Crowe Clark Whitehill LLP St Bride's House 10 Salisbury Square London EC4Y 8EH	
Investment Advisers	Schroder & Co Limited 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. 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.

Policies

Grant-making

International Grants

Our international work focuses on Sub-Saharan Africa. We awarded 36 international grants, totalling £608,702 in this financial year.

The power of people and communities to affect change is heavily dependent upon the level of information they are able to access. Information enables them to make informed decisions and hold authorities to account. We believe that mobile and web technologies have the power to transform how people access, share and create information.

We believe that Philanthropy should take a leading role in risk and innovation and support positively disruptive ideas. Therefore, we provide small and high-risk grants (usually £10,000-£20,000) to early stage projects to stimulate innovative approaches to tackling social challenges.

Indigo has particularly focused its efforts on supporting projects with low operating costs or sustainable business models and which use appropriate technology that is widely adopted locally. There is also a strong preference for organisations based in Sub-Saharan Africa.

Our Trust has recently undertaken a strategy review and has shifted its focus so that grants are made to:

- Projects and organisations that leverage the power of mobile and web technologies, to foster active, informed citizens and accountable governments
- Civic tech communities and innovation hubs that use Information Communication Technologies for positive social change

We also offer our beneficiaries tailored, bespoke support and access to a wider network to amplify their impact and strengthen their organisations. We take an active role in raising awareness and supporting wider sector initiatives and shared learning on the use of technology for transparency, accountability and citizen empowerment as well as supporting local technology based innovation.

We publish all our international grant data in open format to the International Aid Transparency Initiative (IATI) registry which is publicly available. Our IATI data can be visualised here:

www.d-portal.org/ctrack.html?publisher=GB-CHC-1075920&tongue=eng#view=publisher

A list of all our grants can be found here: www.indigotrust.org.uk/grants-awarded

Transparency and Accountability: Fostering active, informed citizens and accountable governments

In this space, our grants have focused on exploring the ways in which mobile and web based technologies can be integrated into wider programmes which enable citizens to access the information they need to make informed decisions and hold authorities accountable.

A full list of our grants is provided in this report. We've supported open data groups which use data and technology to promote informed decision making for social good and support partners such as civil society and journalists to do the same.

We've also supported a range of organisations which are enabling citizens to access the information they need to hold those in power to account such as information on parliamentary proceedings, elected representatives, budgets, laws and corporations. We are interested in supporting organisations replicating the approach of projects like Mzalendo, FixMyStreet and TheyWorkForYou (the latter two are projects run by one of our grantees, mySociety) across Africa.

We've also supported groups which help citizens understand this information and use it to positively influence social outcomes and improve their lives. Additionally, we've supported organisations which use digital technologies to enable citizens to feedback on or monitor public services and demand change. Organisations we support also advocate or campaign to improve service delivery for the public good.

A Fund to Support Technology Innovation Hubs across Sub-Saharan Africa

The Indigo Trust is managing a fund to support Technology Innovation Hubs across Sub-Saharan Africa. We have a number of other donors involved in the fund (to be announced shortly) and are re-granting directly to hubs across the continent. We are actively seeking to engage other funding partners.

We believe that the best solutions to people's challenges are devised and implemented locally. Therefore, we are interested in creating and supporting an ecosystem that will increase the number and quality of projects being developed locally.

Technology innovation hubs play a crucial role in the technology innovation ecosystem through building, growing and supporting local technology communities through events, training, mentorship, programmatic support and access to a wide network of diverse players including corporates, civil society and business experts. We believe they are likely to have a catalytic effect on both the quality and quantity of new businesses, social enterprises and social projects established.

The fund provides:

1. Core support to technology innovation hubs in Sub-Saharan African countries
2. Seed funding to support groups which are building and supporting technology communities where they are still in their infancy

We are interested in hearing from donors who would like to provide core support to technology innovation hubs and want to enable them to build, grow and upskill their communities and provide them with events, training, mentorship, start-up support and networking opportunities. We're also interested to hear from donors who want to help connect and support hub leaders.

We are starting to explore the ways in which hubs can bring together diverse players e.g. civic groups, civil society, creatives, activists etc to solve social challenges and how we can support them to

stimulate civic tech and social innovation. Please get in touch if you are a donor interested in this space.

Other Social Technology Projects

In the 2015-2016 financial year we supported organisations and projects in Sub-Saharan Africa which use mobile or web technology to solve social challenges across a range of sectors including health, education and agriculture. **We are no longer supporting grants in these categories.** We awarded 12 grants in these categories last year, totalling £170,141.

Open Philanthropy

Indigo has also awarded 4 grants, totalling £65,000.00 which have helped to drive forward the 360 Giving initiative: www.threesixtygiving.org which aims to increase transparency across UK foundations. These grants have contributed towards the advancement of the field of Open Data and Philanthropy.

Local Grants

The Indigo Trust awarded 6 local UK grants, totalling £43,800.00. These grants predominantly support local organisations in London. Each year some of the local grants are selected by staff. This year, grants in this category were for UK based charities supporting refugees.

The Trustees accept unsolicited proposals for their international work but **do not accept unsolicited proposals for local or 360 Giving grants.** Rather, they reach out to charities which they have personally identified.

Raising Awareness, Supporting Wider Sector Initiatives and Sharing Learning

The Trust also aims to showcase the potential of information technologies for social change to other donors and civil society in order to maximise the impact of charitable objectives. Our Founder and Executive regularly speak at international events and publish articles in the international Press. A sample of our articles can be viewed here: <https://indigotrust.org.uk/press/>. We also establish collaborations with other donors, host events that bring together a diverse set of players around specific themes, write reports summarising our learning around particular initiatives and help our grantees connect to our wider network, which has resulted in them obtaining funding from other sources on many occasions.

Find out more

Further details about the Trust's new focus can be found on our website at: www.indigotrust.org.uk
You can also follow us on Twitter: @indigotrust or Facebook: www.facebook.com/IndigoTrust

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.

Reserves Policy

It is the Trustees' intention to continue to approve grants annually that exceed the available income. Consequently some grants will be met from the Trust's expendable endowment for the foreseeable future, and a transfer of £634,705 has been made from expendable endowment to enable the Trust's commitments to be met.

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 Trustees normally restrict grants to charities registered with the UK Charity Commission or equivalent bodies. 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.

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 that 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 £11.4m at 5 April 2015 to £10.4m at 5 April 2016, a fall of 9%.

Total income on unrestricted funds for the year was £203,339, a 13% decrease on the previous year (2015: £235,657).

During the year the Trustees approved 46 grants totalling £717,502 (2015: £710,110). The table below shows grants approved during the year analysed by trust category, number, value and percentage.

Category	Grants Approved		
	Number	£	%
Information Technologies	36	608,702	84.8%
Open Philanthropy	4	65,000	9.1%
UK Local Grants	6	43,800	6.1%
	46	717,502	100.0%

APPROVED GRANTS

Information Technology Other

Beneficiary Name	Approved	Amount
Bongo Hive (Zambia) Business Incubation Manager salary costs.	16 Apr 2015	£16,585
Totohealth (Kenya) This organisation has developed an SMS/Voice platform to improve maternal and child health. The grant was used to expand their platform to six of Kenya's 15 counties (with an aim of registering 800 parents in each county). A small amount was spent on monitoring and evaluation, as well as data verification.	12 May 2015	£11,873
Centre for African Leadership Studies (Ethiopia) Core costs for xHub Innovative Society initiative to contribute towards the core costs of the xHub technology innovation hub in Addis Ababa.	19 May 2015	£20,000
Open Mind (Northern Uganda) Question Box – towards core costs and to help them launch a network of 8 Question Boxes, to provide communities with access to live medical counselling, linkages to District clinics, and serve as a 24/7 ambulance dispatch service.	20 May 2015	£20,000
Ahadoo Tec ICT Solutions Plc (Ethiopia) To cover content development for a digital education platform in Ethiopia, including an additional £500 to cover the training of government staff.	21 Jul 2015	£15,760
myAGRO (Mali) Mobile Layaway Platform for Farmers - to conduct SMS trials and hire a data analyst.	19 Aug 2015	£10,000

Medecins Sans Frontieres - Doctors without Borders (Democratic Republic of Congo)	14 Sep 2015	£10,000
To support MSF's Missing Maps work in South Kivu, DRC. The project seeks to map communities and infrastructure using the OpenStreetMap platform to provide MSF teams and others with accurate geographical information on South Kivu.		
FunDza Literacy Trust (South Africa)	15 Sep 2015	£22,000
Towards salary costs and tech development of digital platforms which help to improve the literacy of young people.		
Sensi Company Ltd (Sierra Leone)	15 Sep 2015	£14,000
To contribute towards the establishment of a new tech innovation space in Freetown.		
AfriLabs (Africa Wide)	15 Oct 2015	£10,000
Towards the Innovation Hub Sustainability Conference. This conference explored the theme of innovation hub sustainability and aimed to distribute learning across the wider hub network.		
EtriLabs (Benin)	08 Feb 2016	£15,913
Supporting a technology innovation hub, contributing towards their WHISPA programme, supporting female tech entrepreneurs, and core costs.		
Siyakhona Multi Media Co-operative Ltd (South Africa)	11 Mar 2016	£4,010
A top up grant to run a movie based campaign on drug awareness.		
Total		£170,141
No. of Grants		12

Information Technology: Transparency and Accountability

Beneficiary Name	Approved	Amount
Corruption Watch (RF) NPC (South Africa)	06 Apr 2015	£15,320
To support their Mxit platform which reports and monitors corruption.		
Publish What You Fund (PWYF) (US/Global)	10 Apr 2015	£30,000
PWYF campaigns for greater aid transparency. This grant will help their advocacy work in the US and pursue registration as a 501(c)(3) organisation.		

Toro Development Network – ToroDev (Uganda) To enable ToroDev to implement an innovative Mobile-SMS-Internet-Radio polling system to seek local citizens' views on service delivery in seven districts in the Rwenzori region of western Uganda. The results will be fed back to decision makers to improve service delivery.	12 May 2015	£21,466
Open Knowledge Foundation (UK) Open Knowledge is an international non-profit network of people passionate about openness, using advocacy, technology and training to unlock information and enable people to work with it to create and share knowledge. This grant is for core costs.	09 Jun 2015	£10,000
Open Knowledge Foundation (UK/South Africa) School of Data Fellowships South Africa - to jointly run three School of Data (SCODA) fellowships in South Africa with Code4SA, which will enable technologists, data wranglers, civil society and possibly a government department to work together to utilise data to promote social change. This grant to Open Knowledge is for thought leadership and for linking the SCODA fellowship into their wider network.	09 Jun 2015	£5,000
Code for South Africa (South Africa) School of Data Fellowships South Africa (see above).	09 Jun 2015	£26,000
Children's Radio Foundation (South Africa) To produce and disseminate a Community Action Toolkit which enables their youth community radio reporters and members of other civil society organisations to engage with local leaders, other decision-makers and public institutions about issues that matter to them.	09 Jun 2015	£5,000
Parliamentary Monitoring Group (South Africa) To contribute towards the development, management and promotion of the People's Assembly parliamentary monitoring site.	21 Jul 2015	£20,000
Dim Sum Digital Limited (UK/South Africa) To contribute towards a data journalism school project, with the focus on ensuring that relevant stories and issues from civil society are addressed by the school. To be run jointly with Code4SA.	21 Jul 2015	£11,600
Code for South Africa (South Africa) Data Journalism School Project - see above.	21 Jul 2015	£10,000
Code for South Africa (South Africa) Towards core costs.	21 Jul 2015	£30,000

Code for South Africa (South Africa) Corporate Data - to scope potential uses of corporate data in campaigns and programmes with civil society and the media in South Africa.	21 Jul 2015	£3,000
MySociety (UK/Africa-wide) To cover core costs for their team to work with partner organisations in African countries to develop and improve upon civic websites for parliamentary monitoring and citizen feedback.	29 Jul 2015	£40,000
Magilatech Company Ltd (Tanzania) Tanzanian Mobile Parliament Project - to contribute towards technical improvements, salary costs, marketing and training for a voice based system which provides Tanzanians with access to parliamentary proceedings.	15 Sep 2015	£9,908
Mzalendo Trust (Kenya) People's Shujaaz Awards - to support the People's Shujaaz Awards, which acknowledge and highlight the most active Kenyan parliamentarians, and to increase the media exposure of the organisation.	14 Oct 2015	£10,000
GroundUp (South Africa) To contribute towards the core costs of a community news organisation in South Africa, focusing on social justice stories in vulnerable communities.	26 Oct 2015	£10,000
South African History Archive (SAHA) To support SAHA's work around freedom of information and to enable changes and upgrades to their FOI Tracker tool. The tool allows civil society to submit FOI requests to relevant public bodies and keep track of their progress.	26 Nov 2015	£10,669
Connected Development (CODE) - Follow The Money (Nigeria) Core Costs for Follow the Money Campaigns.	27 Jan 2016	£37,492
Health-e News Service (South Africa) Our Health Programme - Citizen Journalism. To support stipends, salaries and other costs associated with this programme.	24 Feb 2016	£17,147
Hive Colab (Uganda) Civic Tech Collaboration – to contribute towards a collaboration between Hive Colab, mySociety, civic and creative groups in Uganda to explore whether user-centred design can result in the development of a tech driven prototype which tackles a civic challenge identified by the groups involved.	10 Mar 2016	£20,000

Code for South Africa (South Africa) Digitising Corporate Data - to contribute towards a project which will open up and digitise selected corporate data in South Africa and work with 3 demand side partners (civil society and journalists) to explore how this data can be used for accountability purposes.	10 Mar 2016	£37,000
Open Data Durban (South Africa) Civic Data work - to provide core costs to the team, to explore ways of working with government, civil society and journalists to encourage the opening up of civic data and its more effective use.	10 Mar 2016	£32,931
Grass Root Nation NPC (South Africa) To partner with NGOs to further develop GrassRoot's digital organising tools.	22 Mar 2016	£16,028
Transparency International UK Anti-Corruption Summit London May 2016 - to cover the costs of three Indigo Grantees attending this Summit.	22 Mar 2016	£10,000

Total:	£438,561
No of Grants:	24

Open Philanthropy/360 Giving

Beneficiary Name	Approved	Amount
360 Giving (UK) Towards the core costs of establishing 360 Giving as a UK registered charity.	03 Aug 2015	£5,000
Centre for the Acceleration of Social Technology (CAST) (UK) To cover 6 months' salary costs of the lead developer for BeeHive, a platform which helps to match donors to potential grantees and vice versa. This platform aims to utilise 360 Giving data and is also a useful tool to support advocacy in this space.	08 Sep 2015	£15,000
The Philanthropy Workshop (UK) Towards core costs, to support TPW's work to make philanthropy and charitable giving more effective.	03 Mar 2016	£15,000
360 Giving (UK) Towards core costs.	03 Mar 2016	£30,000
Total:		£65,000
No of Grants:		4

UK Local

Beneficiary Name	Approved	Amount
First Give A 3 year grant to work with schools to identify a social issue within their community and a charity working to address it. The first project will be Parliament Hill School.	06 Apr 2015	£10,800
Cardiac Risk in the Young (CRY) CRY works to reduce the frequency of young sudden cardiac death and provides support to affected families. This grant was towards core costs.	23 Sep 2015	£4,000
Local Welcome Towards the establishment of LocalWelcome.org.uk as a tool to help refugees to integrate into the UK and to encourage greater community cohesion between refugees and local citizens.	08 Dec 2015	£5,000
Leeds Asylum Seekers' Support Network Supporting refugees and asylum seekers in Leeds - grant towards core costs.	14 Dec 2015	£2,000
Campaign for Freedom of Information Promoting best practice regarding the FOI Act in the UK. This grant towards the charitable costs of CFOI.	17 Dec 2015	£20,000
Handicap International UK To support costs associated with their work with refugees, asylum seekers and displaced people.	04 Feb 2016	£2,000
Total		£43,800
No. of Grants		6
Overall Total for Indigo Trust Grants 2015-16		£717,502
No. of Grants		46

Cancelled Grants

Grants to the value of £34,606 were cancelled because of changed requirements of the beneficiary.

Approved by the Trustees on 11 October 2016 and signed on their behalf by Francesca Perrin



TRUSTEE

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2016**

	<i>Notes</i>	Unrestricted Funds	Expendable Endowment	Total Funds 2016	Total Funds 2015
		£	£	£	£
Income and Endowment from:					
Donations and gifts		-	-	-	2,750,000
Investments	2	183,070	-	183,070	183,046
Bank deposit interest and other income		16,003	-	16,003	47,949
Interest on short term deposits		4,266	-	4,266	3,662
Total Income		203,339	-	203,339	2,984,657
Expenditure on:					
<i>Raising funds:</i>					
Investment management fees		-	47,338	47,338	44,998
<i>Charitable activity:</i>					
<i>Grant-making:</i>					
Grant expenditure	3	593,776	-	593,776	718,974
Grant related support costs	4	244,268	-	244,268	223,428
Total Expenditure		838,044	47,338	885,382	987,400
Net operating (deficit) / surplus		(634,705)	(47,338)	(682,043)	1,997,257
<i>(Losses) / gains on investment assets:</i>		-	(296,416)	(296,416)	414,329
<i>Transfers between funds</i>		634,705	(634,705)	-	-
Net movement in funds		-	(978,459)	(978,459)	2,411,586
<i>Reconciliation of funds:</i>					
Total funds brought forward		-	11,374,645	11,374,645	8,963,059
Total funds carried forward		-	10,396,186	10,396,186	11,374,645

The notes on pages 16 to 23 form part of these accounts.

There are no gains and losses in either the current or preceding year other than those recognised in the statement of financial activities.

**BALANCE SHEET
AS AT 5 APRIL 2016**

	<i>Notes</i>	2016	2015
		£	£
FIXED ASSETS			
Tangible fixed assets	6	16,620	19,390
Investments	7	7,266,460	6,773,002
Programme related investment		30,000	-
		<u>7,313,080</u>	<u>6,792,392</u>
CURRENT ASSETS			
Debtors	8	746	267,013
Cash at bank and in hand		<u>3,121,081</u>	<u>4,416,326</u>
		3,121,827	4,683,339
CURRENT LIABILITIES			
Creditors - amounts falling due within 1 year	9	<u>38,721</u>	<u>101,086</u>
NET CURRENT ASSETS		3,083,106	4,582,253
NET ASSETS		<u>10,396,186</u>	<u>11,374,645</u>
CAPITAL FUNDS			
Expendable endowment	10	10,396,186	11,374,645
		<u>10,396,186</u>	<u>11,374,645</u>

The financial statements were approved and authorised for issue by the Trustees on 11 October 2016 were signed on their behalf by:



TRUSTEE

The notes on pages 16 to 23 form part of these accounts.

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 5 APRIL 2016**

RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2016	2015
	£	£
Net cash (used in) / provided by operating activities	(475,371)	(1,192,598)
Cash flows from investing activities:		
Purchase of investments	(2,667,253)	(813,044)
Sale of investments	1,847,379	501,038
Net cash provided by investing activities	(819,874)	(312,006)
Decrease in cash	<u>(1,295,245)</u>	<u>(1,504,604)</u>
Reconciliation of net cash (used in) / provided by operating activities		
	2016	2015
	£	£
Net movement in funds	(978,459)	2,411,586
Losses / (gains) on investments	296,416	(414,329)
Depreciation charges	2,770	2,770
Deduct gift of endowment	-	(2,750,000)
Decrease / (increase) in debtors	266,267	(267,013)
(Decrease) / increase in creditors	(62,365)	(175,612)
	<u>(475,371)</u>	<u>(1,192,598)</u>

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

	2016	2015	Change in year
Cash at bank and in hand	1,767,966	2,417,365	(649,399)
Cash balances held by investment manager for reinvestment	1,353,115	1,998,961	(645,846)
	<u>3,121,081</u>	<u>4,416,326</u>	<u>(1,295,245)</u>

The notes on pages 16 to 23 form part of these accounts.

NOTES TO THE ACCOUNTS

1. ACCOUNTING POLICIES

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) issued on 16 July 2014 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.

a) 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.

b) Expenditure on Charitable activities

The Trustees consider that grant-making is the Trust's sole charitable activity. Grants for which there is a legal obligation, or a valid expectation of receipt by the beneficiary at the year end, and for which conditions attaching to their payment have been fulfilled, are accounted for within the Statement of Financial Activities. Grants approved subject to conditions that have not been met at the year end are noted as a commitment (see note 3).

c) 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.

d) Support and Governance costs

Most of these costs support the grant-making activity of the Trust and are so allocated. They comprise in the main a share of the staff and office costs of the joint office of the Sainsbury Family Charitable Trusts, which are allocated in proportion to time spent on Trust matters and grants paid. 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, legal fees where relevant, together with an allocation of support costs.

NOTES TO THE ACCOUNTS

1. ACCOUNTING POLICIES (Cont)

e) Depreciation

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

Leasehold improvements - 10% per annum

f) 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 charity held financial assets at amortised cost of £3,121k (2015: £4,683k), financial assets at fair value of £7,266k (2015: £6,773k) and financial liabilities at amortised cost of £39k (2015: £101k).

g) Cash and cash equivalents

Cash and cash equivalents include cash at bank and in hand, cash held for reinvestment and short term deposits.

h) 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

2. INVESTMENT INCOME

Income received on investments may be analysed as follows:

	2016		2015	
	£	%	£	%
Government fixed interest	7,416	4	7,396	4
Other fixed interest	19,343	11	20,989	11
UK equities	144,957	79	144,294	79
Overseas equities	11,354	6	10,367	6
	<u>183,070</u>	<u>100</u>	<u>183,046</u>	<u>100</u>

3. GRANTS PAYABLE

	2016		2015	
	£	£	£	£
Reconciliation of grants payable:				
Commitments at 6 April 2015		81,799		156,120
Grants not accrued at 6 April 2015	880		15,000	
Grants approved in the year	717,502		710,110	
Grants cancelled	(34,606)		(5,256)	
Grants refunded	(90,000)		-	
Grants not accrued at 5 April 2016	-		(880)	
Grants payable for the year		593,776		718,974
Grants paid during the year		(655,982)		(793,295)
Commitments at 5 April 2016		<u>19,593</u>		<u>81,799</u>

Commitments at 5 April 2016 are payable as follows:

	2016	2015
Within one year (note 9)	<u>19,593</u>	<u>81,799</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 2015 was £nil (2015: £880).

NOTES TO THE ACCOUNTS

3. GRANTS PAYABLE (cont/...)

The grants payable in the year consist of the following:

	£
Information Technologies	
Ahadoo Tec ICT Solutions Plc	15,760
Bongo Hive	16,585
Centre for African Leadership Studies	20,000
Connected Development (CODE) - Follow the Money	37,492
Code for South Africa	106,000
Corruption Watch (RF) NPC	15,320
Dim Sum Digital Limited	31,600
EtriLabs	15,913
FunDza Literacy Trust	22,000
Grass Root Nation NPC	16,028
Health-e News Service	17,147
Hive Colab	20,000
MySociety	40,000
Open Data Durban	32,931
Open Mind	20,000
Publish What You Fund	30,000
Toro Development Network - ToroDev	21,466
Grants up to £15,000 were also made	152,460
Open Philanthropy	
360 Giving	35,000
Centre for the Acceleration of Social Technology (CAST)	15,000
UK Local Grants	
CRY	4,000
Campaign for Freedom of Information	20,000
First Give	10,800
Grants up to £3,000 were also made	2,000
Net grants refunded / cancelled	(124,606)
Other grants	880
Total grants payable per Statement of Financial Activities	593,776

NOTES TO THE ACCOUNTS

4. ALLOCATION OF SUPPORT COSTS

	Grant-Making	Governance	2016 Total Allocated	Grant-Making	2015 Governance
	£	£	£	£	£
Staff costs	153,808	2,692	156,500	139,608	2,692
Share of joint office costs	39,700	-	39,700	39,100	-
Direct costs including travel	23,885	-	23,885	31,192	-
Legal and professional fees	17,633	-	17,633	4,616	-
Consultancy	240	-	240	-	-
Depreciation	2,770	-	2,770	2,770	-
Auditors' remuneration	-	3,540	3,540	-	3,450
	238,036	6,232	244,268	217,286	6,142

Included above is £17,633 payable for legal services to Portrait Solicitors, a firm in which Mr D B Flynn is a partner. No Trustee received remuneration or was reimbursed expenses during the year.

5. ANALYSIS OF STAFF COSTS

	2016	2015
	£	£
Wages and salaries	127,059	115,168
Social security costs	14,782	13,440
Other pension costs	14,659	13,692
	156,500	142,300

As mentioned in Note 1(d), the Trust is one of the Sainsbury Family Charitable Trusts which share a joint administration at the Registered Office. 3.9% of the total support and administration costs of these trusts have been allocated to the Indigo Trust, including a proportionate share of the costs of employing the total number of staff serving in the office in 2015/16.

The actual number of staff employed during the period was 11, 3 of whom were working solely on Indigo (2015: 11). This was equivalent to 3.1 full time employees (2015: 3.1) The Trust considers its key management personnel to comprise the Principal Officers. The total employment benefits including employer pension contributions, of these personnel were £76,948 (2015: £70,560). 1 employee earned in excess of £60,001 - £70,000. (2015: 1 in excess of £60,001 - £70,000).

6. TANGIBLE FIXED ASSETS

Leasehold Improvements	2016	2015
	£	£
Cost		
At 6 April 2015	27,700	27,700
Additions	-	-
Disposals	-	-
At 5 April 2016	27,700	27,700
Depreciation		
At 6 April 2015	8,310	5,540
On Disposals	-	-
Charge for the year	2,770	2,770
At 5 April 2016	11,080	8,310
NET BOOK VALUE		
At 5 April 2016	16,620	19,390
NET BOOK VALUE		
At 5 April 2015	19,390	22,160

NOTES TO THE ACCOUNTS

7. FIXED ASSET INVESTMENTS

	2016	2015
	£	£
Market value 6 April 2015	6,773,002	6,046,667
Less: Disposals at carrying value	(1,896,514)	(500,269)
Add: Acquisitions at cost	2,667,253	813,044
Net (losses)/gains on revaluation	(247,281)	413,560
Market value 5 April 2016	7,296,460	6,773,002
 Historical cost 5 April 2016	 6,654,542	 5,660,981

The investments held as at 5 April 2016 were as follows:

	2016		2015	
	Cost	Market Value	Cost	Market Value
	£	£	£	£
Direct investment in listed UK and overseas securities				
Government fixed interest	222,606	261,112	512,850	564,329
Other fixed interest	946,701	934,161	735,714	740,176
UK equities	3,188,193	3,382,187	3,050,248	3,702,134
Overseas equities	1,159,025	1,580,983	1,002,189	1,406,383
Short term deposits	1,108,017	1,108,017	359,980	359,980
	6,624,542	7,266,460	5,660,981	6,773,002
 Programme Related Investment	 30,000	 30,000	 -	 -
	6,654,542	7,296,460	5,660,981	6,773,002

8. DEBTORS

	2016	2015
	£	£
Income tax recoverable	160	250,157
Other debtors	586	16,856
	746	267,013

9. CREDITORS

	2016	2015
	£	£
Grants payable within one year	19,593	81,799
Professional charges	7,781	6,509
Investment management fee	11,347	12,778
	38,721	101,086

NOTES TO THE ACCOUNTS

10. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds	Expendable Endowment	Totals 2016
	£	£	£
Fund balances at 5 April 2016 are represented by:			
Tangible fixed assets	-	16,620	16,620
Investments	-	7,296,460	7,296,460
Current assets	27,374	3,094,453	3,121,827
Current liabilities	(27,374)	(11,347)	(38,721)
Total net assets	-	10,396,186	10,396,186

	Unrestricted Funds	Expendable Endowment	Totals 2016
	£	£	£
Unrealised gains			
On investment assets (see note below)	-	641,918	641,918
Total unrealised gains at 5 April 2016	-	641,918	641,918

Reconciliation of movements in unrealised gains on investment assets

Unrealised gains at 6 April 2015	-	1,112,021	1,112,021
Add in respect of disposals in year	-	(222,822)	(222,822)
	-	889,199	889,199
Add: net losses arising on revaluation in year	-	(247,281)	(247,281)
Unrealised gains at 5 April 2016, as above	-	641,918	641,918

11. RELATED PARTY TRANSACTIONS

Apart from the item disclosed in note 4 there are no related party transactions which require disclosure.

12. COMPARATIVE STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 5 APRIL 2015

	Unrestricted Funds	Expendable Endowment	Total Funds 2015
	£	£	£
Income and Endowment from:			
Donations and gifts	-	2,750,000	2,750,000
Investments	183,046	-	183,046
Bank deposit interest and other income	47,949	-	47,949
Interest on short term deposits	3,662	-	3,662
Total Income	234,657	2,750,000	2,984,657
Expenditure on:			
<i>Raising funds:</i>			
Investment management costs	-	44,998	44,998
<i>Charitable activity:</i>			
Grant-making:			
Grant expenditure	718,974	-	718,974
Grant related support costs	223,428	-	223,428
Total Expenditure	942,402	44,998	987,400
Net operating surplus	(707,745)	2,705,002	1,997,257
Gains on investments	-	414,329	414,329
Transfers between funds	707,745	(707,745)	-
Net movement in funds	-	2,411,586	2,411,586
<i>Reconciliation of funds:</i>			
Total funds brought forward	-	8,963,059	8,963,059
Total funds carried forward		11,374,645	11,374,645

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.

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

We have audited the financial statements of the Indigo Trust for the year ended 5 April 2016 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and the related notes numbered 1 to 12.

The financial reporting framework that has been applied in their preparation is applicable law and FRS 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 154 of the Charities Act 2011. 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.

Respective responsibilities of trustees and auditor

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

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 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 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 financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2016 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with FRS 102, the Financial Reporting Standard applicable in the UK and 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
- 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.



Crowe Clark Whitehill LLP
Statutory Auditor
London

17.11.16

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