The Granada Foundation
The Fifty-second Annual Report and Financial Statements
Year ended 31 March 2017

Registered charity number 241693

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Year ended 31 March 2017

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The Fifty-second Annual Report and Financial Statements
Year ended 31 March 2017

Reference and administrative information

Charity name and number

The Granada Foundation: registered charity number 241693

Correspondence address

PO Box 3430
Chester CH1 9BZ

Trustees and advisory council

Trustees

Sir Robert Scott
Philip Ramsbottom
Professor Jennifer Latto

Advisory council

Sir Robert Scott (Chairman)
Kathleen Arundale
Dr John Baxter
Jane Davies (appointed 25 July 2016)
Ruth Gould
Christopher Kerr
Professor Jennifer Latto
Lady Manduell
Philip Ramsbottom
Virginia Tandy

Administrator

Irene Langford

Professional advisors

Bankers	Barclays Bank plc 1 Churchill Place London E14 5HP
Solicitors	Addleshaw Goddard Llp 100 Barbirolli Square Manchester M2 3AB

Reference and administrative information (*continued*)

Investment managers	Rothschild Wealth Management (UK) Limited New Court St Swithin's Lane London EC4N 8AL
Independent examiner	Geoffrey Horley MBA FCA DChA Chittenden Horley Limited 456 Chester Road Manchester M16 9HD

The Granada Foundation
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Trustees' report

The trustees present their report together with the financial statements of the charity for the year ended 31 March 2017. The financial statements of the charity have been prepared in accordance with the accounting policies set out in the notes to the financial statements and comply with the charity's trust deed, the Charities Act 2011 and the 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 published on 16 July 2014. The reference and administrative information on pages 1 and 2 form part of the Trustees' Report.

1 Structure, governance and management

The Granada Foundation ("the Foundation") is an unincorporated trust, constituted under a Deed of Trust dated 8 March 1965 and is a registered charity, number 241693. The Foundation received its original donation from the settlors, Cecil G Bernstein and Sidney L Bernstein in 1965.

The power of appointing new or additional trustees is vested in the trustees and the number of trustees shall not be more than four. Members of the advisory council consisting of not less than two and not more than ten are appointed by the trustees for an initial term of three years and may be reappointed for further terms as appropriate. The trustees are empowered to apply the income and capital of the Foundation in accordance with the charity's objects and the recommendations of the advisory council. The advisory council meets three times a year to consider and approve grant applications.

The Foundation has no employees but uses the services of a part time administrator to process grant applications and manage day-to-day arrangements. One of the trustees is responsible for financial and accounting matters for which he receives an annual fee, details of which are given under Related Party Disclosures in note 2 to the accounts. The trustees are not remunerated for services as trustees. Details of trustee expenses are given in note 5 to the accounts.

There are no formal training procedures in place but trustees keep abreast of developments in the Charity sector by reading the Charity Commission website and relevant technical circulars, and attending seminars dealing with current issues affecting the sector.

Trustees and members of the advisory council are required to declare whether they have an interest in an organisation which is a prospective recipient of an award and in those circumstances do not take part in the discussion of that particular application nor vote in the decision whether to award or not.

2 Objectives and activities for the public benefit

When reviewing the Foundation's aims and objectives and setting the grant making policy for the year and in planning future activities the trustees have had regard to the Charity Commission's guidance concerning the Charities Act 2011 requirement relating to public benefit requirement. The objectives of the Foundation are as set out below and are geographically restricted to the North West of England and parts of North Wales.

- To encourage and promote the study, practice and appreciation of the fine arts and the methods and means of their dissemination.
- To encourage and promote the study and application of the sciences.
- To promote and advance education.
- To provide or assist in the provision of facilities for recreation or other leisure-time occupation in the interests of social welfare.

Trustees' report (continued)

2 Objectives and activities for the public benefit *(continued)*

The Foundation carries out its objectives by awarding grants across a range of institutions usually with charitable status. In general, we look for imaginative proposals from organisations which will in some way make the North West a culturally richer and more attractive place in which to live and work. There is a clear preference for new projects. Although the Foundation supports festivals and other annual events, it is on the understanding that such support is not automatically renewable.

Prospective applicants are sent a copy of the Foundation's guidelines and asked to submit to the administrator a brief summary of their organisation and an outline of the project for which they are seeking funding. This is then assessed against the Foundation's funding criteria and if appropriate a formal grant application is invited. Grant applications are considered by the advisory council at its regular meetings and are approved or rejected on the basis of their merit.

The advisory council interprets the guidelines in a flexible way, realising that it cannot hope to achieve a true balance across all areas of activity. The council does, however, examine the context of each application and tries to make grants in areas where the benefit will be most widely felt within the community.

3 Achievements and performance

The advisory council held meetings to consider grant applications in April, July and December 2016 and awarded grants in furtherance of the Foundation's aims and objectives as follows:

	2017		2016	
	No	**£**	**No**	**£**
Appreciation of the fine arts	**14**	**79,500**	**9**	**36,500**
Study and application of the sciences	**1**	**2,000**	**3**	**6,000**
Promotion of education	**7**	**16,500**	**7**	**14,000**
Recreation and leisure time occupation	**14**	**59,500**	**16**	**162,500**
	36	**157,500**	**35**	**219,000**

The Foundation has continued to receive a level and mix of grant applications similar to previous years and the quality and variety reflects the vigour and diversity of life and culture within the North West. Smaller-scale grants continue to be the "bread and butter" of our grant giving activity with an average grant of just over £4,300 compared to over £6,200 in the previous year. Unfortunately, one of the larger grants awarded during the year, £20,000 to the Blackpool Museum Trust has been withdrawn after the year end following a decision to defer the project indefinitely.

Trustees' report (continued)

3 Achievements and performance *(continued)*

For a further year we were disappointed that applications for science projects remained at a low level despite efforts to engage the scientific community and encourage applications for appropriate projects. We have not given up on this sector, the support of which is one of our four core charitable objectives and with the recruitment of a second member of the advisory panel with a science background we hope to attract some exciting projects.

Details of the individual grants awarded during the year are set out below;

	£
20 Stories High	
Merseyside Schools tour	2,500
42nd Street	
'The Horsfall' redevelopment project	5,000
Art Gene	
'Places and Spaces' project	2,000
Art with Heart CIC	
North West tour of 'Declaration'	2,000
Aunty Social	
'Wurlitza, Minima workshops and lecture' for Winter Gardens Film Festival 2017	2,500
Blackpool Museum Trust	
Creation of The Blackpool Museum	20,000
Box of Tricks Theatre Company	
'PlayBox' and 'New Tricks' playwright programme	2,500
Chester Mystery Plays	
2018 productions of the Chester Mystery Plays	2,000
Clonter Farm Music Trust	
Performance projects for Schools	2,000
Community Arts North West	
Digital Arts Trail 'Hidden Tales of the Rochdale Underground'	2,000
DaDaFest	
DaDaFest International 2016 'Skin Deep'	7,500
Dukes Theatre	
'Alternative Outcomes' project	2,000
English National Ballet	
'Giselle' participation programme	3,000
EnJOY Arts	
'Her Hidden Histories' project	1,000
Glossop Music Festival	
Nine workshops and concerts in schools for the 2016 Festival	3,000
Granby Four Streets Community Land Trust	
Residency space for artistic production and community use	10,000
Carried forward	69,000

Trustees' report (continued)

3 Achievements and performance *(continued)*

Brought forward	69,000
IWM North	
Wyndham Lewis exhibition	3,000
Littleborough Arts Festival	
Music workshops and lantern parade for 2016 Festival	1,000
Liverpool and Merseyside Theatres Trust over 4 years	
Establishment of Everyman Company of Actors	20,000
Manchester Histories	
Two new arts and science commissions	1,500
MATE Productions CIC	
Community gardens tour of The Tempest 2017	1,000
Merseyside Dance Initiative	
LEAP Festival and dedicated dance space	3,000
Metal Culture	
'Different Trains: Liverpool'	3,000
National Black Arts Alliance	
Public launch of Black History Month 2016	1,000
Northern Ballet	
North West element of tour of 'Tortoise and the Hare'	2,000
Northern Chamber Orchestra	
Schools workshops and concerts in Stockport	3,000
Psappha	
Three concerts in Manchester to celebrate 25th Anniversary of Psappha	2,000
Psappha	
'Bridging the Gap' series	3,000
Royal Exchange Theatre	
'BIRTH' international project. 7 new commissions.	3,000
Salford Community Leisure Trust	
New Collections Gallery in Salford Museum and Art Gallery	4,000
Sefton Park Palm House Preservation Trust	
Purchase of new staging	2,000
Unity Theatre	
Capital redevelopment programme	30,000
University of Central Lancashire and RI Young Scientist Centre	
Two workshops for primary and secondary schools in the North West	2,000
We Make Places CIC	
'Flyover Takeover' cultural programme	1,000
Windows Project	
'Memory, Murals and Visions of the Future' for Calder Kids Adventure Playground.	1,000
Z-arts	
'Big Imaginations' NW Festival of Children's Theatre	2,000
	157,500

The total of grants awarded by the Foundation since its inception on 8 March 1965 now amounts to £5,614,931.

Trustees' report (continued)

4 Financial review

The Foundation's grant awarding activity is reliant on returns from its investment portfolio, which is invested on a total return basis. The annualised total return before distributions and after costs in the year was up by a very solid 13.6% (£450,269), more than offsetting the negative return of £166,817 (-4.4%) recorded in the previous year.

The Foundation's portfolio 'return assets' (representing 70% of the portfolio) made a positive contribution of 15.5% to the overall performance reflecting the strong performance of the single equity holdings, offset by the negative contribution of 1.9% by the portfolio's 'diversifying assets'. By providing protection in difficult market conditions these assets continue to play an important role in the Foundation's portfolio, whose primary objective is to preserve and grow the value of the capital in real terms.

In the five years since the change of investment managers in April 2012, the Foundation's portfolio has provided a return of 33.39%, a yearly average of 6.7%.

Investment income at £35,732 was up from £28,922 in 2016. Realised gains of £110,358 compared to losses of £24,611 in 2016 while unrealised gains of £421,809 contrast with unrealised losses of £139,817 in the previous year. Investment management costs of £38,251, slightly down on 2016, comprise Rothschild's charges calculated on a quarterly basis at 0.95% per annum of the portfolio valuation. In addition there are foreign exchange charges, brokers' fees and fund fees totalling approximately 0.65%, which are charged to the portfolio but not separately identified.

The Foundation estimated that it required distributions of approximately £220,000 to service its grant commitments, meeting this requirement from the realisation of certain fixed asset investments and distributions of income from the portfolio.

Support and governance costs continue to be tightly controlled. Net expenditure of £184,376 is significantly down from the previous year's £259,852 and after taking account of realised and unrealised investment gains the year ended with an overall increase in unrestricted funds of £268,412 compared to a net decrease of £415,669 in the previous year.

5 Investment policy

There are no restrictions on the charity's power to invest. The investment strategy is set by the trustees for a period of two years and takes account of recent and expected demand for funds. The trustees consider their cash requirements, the risk profile and the investment manager's view of the market prospects in the medium term. The trustees' policy is to generate sufficient returns to preserve the real value (after inflation) of the Foundation's assets after meeting annual grant awards of around £150,000. The trustees have adopted a 'balanced' risk profile for the portfolio given the long-term investment horizon and the nature of the grants the Foundation makes. There are no restrictions on asset classes or investment sectors. Investments are managed on a total return basis. Our investment managers, Rothschild are allowed a large amount of discretion to manage the portfolio within the framework of the above policy. The trustees meet with Rothschild twice a year and monitor their performance on a quarterly basis against agreed benchmarks.

The charity's policy is to maintain funds in the form of cash deposits of approximately £25,000 with its bankers providing sufficient funds to cover grant payments and administration costs over a two-month period. Additional cash resources are available in the form of un-invested cash within the investment portfolio which can be accessed to fund larger grant awards, if so required.

Trustees' report (continued)

6 Reserves policy

The charity's funds are all unrestricted in that they are expendable at the discretion of the trustees in the furtherance of the Foundation's objectives and are thus available for the awarding of grants. However, the trustees intend to continue the current policy whereby the accumulated funds are principally held for investment so as to generate returns to provide grants for the foreseeable future, at the same time acknowledging there will be opportunities to apply the funds in payment of major grants if suitable applications are forthcoming. Within the unrestricted funds the trustees maintain sufficient free reserves in cash balances to cover grant payments and administration costs over a two-month period in the event of a sudden downturn in investment performance.

7 Plans for the future

The Foundation plans to continue similar activities to those outlined above over the foreseeable future.

8 Risk management

The trustees annually review the risks the Foundation faces, which mainly relate to the variability of returns on the Foundation's investment portfolio. Regular meetings are held with the investment manager to review performance against appropriate benchmarks and, with the aim of managing risks, to follow a policy of active and diversified portfolio management with a balanced risk profile.

The trustees periodically review the internal controls in place at the charity and are satisfied the procedures in place are appropriate for an entity of this size and character.

9 Independent examination

The trustees consider that an audit is not required for this year (under section 144(2) of the Charities Act 2011) as the gross income did not exceed £500,000 and is unlikely to do so in the foreseeable future. The trustees have again elected to have an independent examination of the accounts rather than an audit and this is carried out by Geoffrey Horley of Chittenden Horley Limited.

The trustees who held office at the date of approval of this trustees' report confirm that, so far as they are each aware, there is no relevant information of which the independent examiner is unaware; and each trustee has taken all the steps that he ought to have taken as a trustee to make himself aware of any relevant information and to establish that the Charity's independent examiner is aware of that information.

This report was approved by the trustees and signed on their behalf of the trustees on 10 October 2017.

Sir Robert Scott

Trustee

PO Box 3430

Chester CH1 9BZ

Statement of trustees' responsibilities in respect of the Trustees' Report and the financial statements

Under the deed of trust and rules of the charity and charity law, the trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and regulations.

The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of the net movement of funds for that year.

In preparing these financial statements, generally accepted accounting practice entails that the trustees:

- select suitable accounting policies and then apply them consistently;
- 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;
- state whether the financial statements comply with the deed of trust and rules, subject to any material departures disclosed as explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are required to act in accordance with the trust deed and the rules of the charity, within the framework of trust law. They are responsible for keeping proper accounting records, sufficient to disclose at any time, with reasonable accuracy, the financial position of the charity at that time, and enable the trustees to ensure that, where any statements of accounts are prepared by them under section 132 of the Charities Act 2011, those statements of accounts comply with the requirements of regulations under that provision. They have general responsibility for taking steps as are reasonably open to them to safeguard the assets of the charity and to prevent and detect fraud and other irregularities.

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Independent Examiner's Report to the Trustees of The Granada Foundation

I report on the accounts of the charity for the year ended 31 March 2017 which are set out on pages 11 to 18.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a "true and fair" view and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

1 which gives me reasonable cause to believe that, in any material respect, the requirements:

- to keep accounting records in accordance with section 130 of the 2011 Act; and
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act

have not been met; or

2 to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

GEOFFREY HORLEY BSc (Econ) MBA FCA DChA

Chittenden Horley Limited
Chartered Accountants
456 Chester Road
Old Trafford
Manchester M16 9HD

Date:- DECEMBER 21 2017

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Statement of Financial Activities for the Year ended 31 March 2017

	Notes	Unrestricted Funds 2017 £	2016 £
Income			
Investment income			
Investment income	3	35,732	28,922
Total income		35,732	28,922
Expenditure			
Cost of generating funds			
Investment management costs	4	38,251	39,923
Expenditure on charitable activities	5	181,857	248,851
Total expenditure		220,108	288,774
Net expenditure before gains/losses on investments		(184,376)	(259,852)
Net gains/(losses) on investments	7	452,788	(155,817)
Net movement in funds		268,412	(415,669)
Reconciliation of funds			
Fund balances brought forward		3,134,438	3,550,107
Fund balances carried forward	8	3,402,850	3,134,438

All funds are unrestricted.

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Balance Sheet as at 31 March 2017

	Notes	2017 £	2017 £	2016 £	2016 £
Fixed assets					
Investments	*7*		**3,329,882**		**3,146,353**
Current assets					
Cash held by investment manager		**166,138**		**119,398**	
Cash at bank		**17,674**		**7,991**	
Cash float		**500**		**500**	
		184,312		**127,889**	
Creditors: amounts falling due within one year	*6*	**(71,344)**		**(119,804)**	
Net current assets			**112,968**		**8,085**
Creditors: grants payable falling due after one year	*6*		**(40,000)**		**(20,000)**
Net assets			**3,402,850**		**3,134,438**
Unrestricted funds					
Donated by settlers	*8*		**330,000**		**330,000**
Other unrestricted funds	*8*		**3,072,850**		**2,804,438**
Total charity funds			**3,402,850**		**3,134,438**

These financial statements were approved by the trustees on 10 October 2017 and signed on their behalf by

Sir Robert Scott
Trustee

Notes

for the year ended 31 March 2017
(forming part of the financial statements)

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are material in relation to the charity's financial statements.

a) Basis of preparation and assessment of going concern

The accounts (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 FRS102 SORP 2016, and the Charities Act 2011 and applicable regulations. The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note to these accounts.

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

The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern. With respect to the next reporting period, 2017-18, the most significant areas of uncertainty that affect the carrying value of assets held by the Trust are the level of investment return and the performance of investment markets (see the investment policy and performance and risk management sections of the trustees' annual report for more information).

b) Income recognition

Investment income is accounted for in the period in which the charity is entitled to receipt.

c) Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis.

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Foundation. In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the one year or multi-year grant.

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable. A provision for a multi-year grant is recognised where settlement is due over more than one year from the date of the award, there are no unfulfilled performance conditions under the control of the Trust that would permit the Trust to avoid making the future payment, settlement is probable, and the effect of discounting is material.

Notes *(continued)*

1 Accounting policies *(continued)*

c) Expenditure recognition *(continued)*

Costs of generating funds comprise those costs directly attributable to managing the investment portfolio and generating investment income.

Support costs include the cost of employing the services of a part time administrator and general management costs.

Governance costs comprise those costs relating to the public accountability of the charity and its compliance with regulation and good practice.

d) Financial instruments - fixed asset investments and funds held by investment manager

Apart from fixed asset investments and certain funds held by investment managers (included in current assets) all other balance sheet items are simple financial instruments which are initially recorded at cost and subsequently measured at their settlement value.

Investments are initially recognised at their transaction value and subsequently measured at their market value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value.

Investment transactions denominated in foreign currencies are translated at the rate of exchange prevailing at the time of the transaction. Foreign investments and currency balances are translated at the rate of exchange prevailing at the balance sheet date. Foreign exchange gains and losses incurred in respect of overseas transactions are included in the Statement of Financial Activities.

e) Fund accounting

All funds are unrestricted and can be used in accordance with the charity's objects and the directions of the advisory council.

f) Reconciliation with previous Generally Accepted Accounting Practice

In preparing the account to March 31 2016, the trustees considered whether in applying the accounting policies required by FRS102 and Charities SORP FRS102 a restatement of comparative items was required. No restatements were required.

g) Estimates and judgements

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Notes *(continued)*

2 Related party transactions and trustees' expenses and remuneration

The trustees and members of the advisory council all give freely of their time and expertise without any form of remuneration or other benefit in cash or kind (2016: £nil). Expenses paid to the trustees in the year totalled £511 (2016: £511) representing travel expenses for attending meetings. Philip Ramsbottom, a trustee and member of the advisory council, received fees of £3,100 *(2016:£3,100)* in respect of accountancy work on the 31 March 2016 accounts and £3,100 *(2016:£3,100)* is included in creditors for accountancy work on the 31 March 2017 accounts.

3 Investment income

	2017 £	2016 £
Dividend income and interest	**35,732**	**28,922**

4 Investment management costs

	2017 £	2016 £
Investment manager's fees	**38,251**	**39,923**

5 Charitable activities

The charity undertakes its charitable activities through awarding grants to a number of institutions. A detailed list of the grants awarded is given in the Trustees' Report on pages 5 & 6. 36 grants *(2016:35)* were awarded for the following purposes:

	2017 £	2016 £
Appreciation of the fine arts:14 grants *(2016:9)*	**79,500**	**36,500**
Study and application of the sciences: 1 grant *(2016:3)*	**2,000**	**6,000**
Promotion of education: 7 grants *(2016:7)*	**16,500**	**14,000**
Recreation and leisure time occupation: 14 grants *(2016:16)*	**59,500**	**162,500**
Total grants payable	**157,500**	**219,000**
Support costs	**18,757**	**24,947**
Governance costs	**5,600**	**4,904**
Total charitable expenditure	**181,857**	**248,851**

Notes *(continued)*

5 Charitable activities *(continued)*

A grant of £20,000 to the Blackpool Museum Trust awarded in the year and included above has been withdrawn after the year end following a decision to defer the project indefinitely. A credit for this amount will be accounted for in the 2018 accounts.

Support costs comprise:		
Part time freelance administrator	**16,200**	**17,200**
Subscription, telephone and incidentals	**2,557**	**7,747**
	18,757	**24,947**
Governance costs comprise:		
Trustees' travel expenses	**511**	**511**
Fee for independent examination	**700**	**700**
Accountancy	**3,100**	**3,100**
Meeting costs	**1,289**	**593**
	5,600	**4,904**

The trustees are not remunerated for services as trustees.

6 Creditors

	2017	**2016**
	£	**£**
Amounts falling due within one year		
Grants payable	**67,500**	**116,000**
Other creditors	**3,844**	**3,804**
	71,344	**119,804**
Amounts falling due after one year		
Grants payable	**40,000**	**20,000**
	40,000	**20,000**

Notes *(continued)*

7 Investments and net gains and losses

	2017		2016	
	£	£	£	£
Balance sheet summary at market value				
Total portfolio		3,496,020		3,265,751
Less:				
Money market accounts shown as current assets		(166,138)		(119,398)
Fixed asset investments		3,329,882		3,146,353
Summary analysis of portfolio				
Fixed income securities	537,974		508,044	
Equities	2,266,741		2,126,496	
Other investments	525,167	3,329,882	511,813	3,146,353
Analysis of SoFA gain				
Realised gain/(loss) on disposals	110,358		(24,611)	
Unrealised gain/(loss) on portfolio at end of year	421,809		(139,817)	
Loss on foreign exchange	(79,379)	452,788	8,611	(155,817)

8 Unrestricted funds

	Donated by settlers	Other unrestricted funds	Total
	£	£	£
Balance at 1 April 2016	330,000	2,804,438	3,134,438
Increase in unrealised gains	-	421,809	421,809
Net increase in funds for the year	-	(153,397)	(153,397)
At 31 March 2017	330,000	3,072,850	3,402,850

Unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable objects.

The amounts donated by settlors constitute unrestricted funds, which comprise the original donation on commencement of the charity. These funds were used to acquire the investments which subsequently have funded the charity's activities.