

Charity Registration No. 1114236

SANDHU CHARITABLE FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017

SANDHU CHARITABLE FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees B. S. Sandhu (Chairman and Founder)
S. Carey (resigned 25 April 2016)
P Sandhu (Co-founder) (appointed 25 April 2016)

Administrator and Secretary to the Trustees N Steele

Charity number 1114236

Principal address c/o The Santon Group
Santon House
53-55 Uxbridge Road
Ealing, London W5 5SA

Website www.thesantongroup.com/charity

Independent Auditors Gerald Edelman
73 Cornhill
London
EC3V 3QQ

Bankers CAF Bank Limited
25 Kings Hill Avenue
Kings Hill
West Malling
Kent ME19 4JQ

Metro Bank
The Townhouse
The Broadway
Ealing, London W5 5JN

Stockbrokers The Share Centre
PO Box 2000
Aylesbury
Bucks
HP21 8ZB

Julius Baer International Ltd
1 St Martin's Le Grand
London
EC1A 4AS

W H Ireland Ltd
11 St James Square
Manchester
M2 6WH

SANDHU CHARITABLE FOUNDATION

TRUSTEES REPORT

FOR THE YEAR ENDED 31 MARCH 2017

The Trustees present their annual report and accounts for the year ended 31 March 2017.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charity's governing document, the Charities Act 2011 and the Statement of Recommended Practice, applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

The Charity was established as the long term focus for the philanthropic activities of Bim and Pardeep Sandhu and their family. It is anticipated that they will remain the prime donors of the Foundation for the foreseeable future as the Foundation does not actively fund-raise. It will seek to continue the charitable work desired by the funders through the stewardship of its existing resources and by any further donations made by the funder and their related parties.

The Foundation does not currently undertake any direct charitable activity but meets its charitable objectives by making grants to such charitable purposes, in any part of the world, as the Trustees in their absolute discretion determine. Where activities are carried out in the rest of the world, other than in exceptional circumstances, the Foundation makes donations to other UK charities that oversee that work directly or indirectly in those countries. During the year no payments were made direct to overseas charities.

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Foundation's aims and objectives and setting the grant policy for the year. It is the Board's current desire to support a variety of charities in line with the public benefit requirement.

It is the short term policy of the Trustees to support individual charities or charitable causes in line with the grant policy set. There are a limited number of charities that are beginning to receive regular annual funding grants. Donations are generally made to charitable institutions with very limited restrictions currently being applied as to activity or geographical area. In particular, unlike many other charities, the Foundation is willing to provide unrestricted funding as this is often the most valuable form of funding from a recipient's perspective. The merits of each application are considered and, if required, further research carried out prior to a grant being made. Given the size of the Board, the Trustees meet on an informal basis to consider such donations. It is expected that the Foundation will continue to fund a variety of charitable causes although the focus is likely to continue to be those dealing with children, with education and health.

In the short term the policy of the Trustees is to expend a minimum of two-thirds of the net income arising per year by way of charitable donations and where that ratio is exceeded to be supplemented, where necessary, from the capital of the Foundation. The Trustees are currently making donations significantly above this minimum balance.

It remains the longer term intent of the Trustees to:

1. Formulate a more focused charitable strategy which will make a fundamental and long term difference to the lives of the recipients; and
2. Become more directly involved in charitable work at the "grass roots" level and/or to identify and support partners on the specific objectives identified in 1 above on a more regular basis.

All Trustees give freely of their time and no Trustees' remuneration or other benefits were paid in the year under review. Any general administration costs, other than audit fees and bank charges are met by the Santon Capital Plc group ("The Santon Group") which is controlled by B.S. Sandhu.

SANDHU CHARITABLE FOUNDATION

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SANDHU CHARITABLE FOUNDATION

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

ACHIEVEMENTS AND PERFORMANCE

The Foundation undertakes its work through making direct financial contributions to the charitable activities it supports as well as providing indirect support by assisting certain charities in their wider fundraising activities.

1. Direct Financial Support

In the year under review the Trustees made grants and commitments totalling £308,000 (2016: £305,000) as detailed in Note 6 to the Accounts. The Trustees note that the Foundation has now granted or committed £2.078 million of donations since it was established to 104 different charitable organisations and causes.

During the year the Trustees made cash donations of £300,000 (2016: £194,500) to 27 different charities (2016: 16) averaging £11,111 (2016: £12,156) per donation. Of the cash payments made, £201,000 (2016: £144,500) was in respect of donation commitments made in prior years to 12 charities (2016: 9). The Trustees also made £209,000 (2016: £255,000) of new commitments to 10 charities (2016: 6), averaging £20,900 (2016: £42,000) per charity.

The Trustees made a number of donations for the benefit of children and especially their education needs. Many of the donations were made on a "matched" funding basis enabling the recipient charities to raise additional funds.

Whilst not wishing to signify the importance of any one donation over another some examples of donations and multi-year commitments made during the year are highlighted below:-

Beanstalk (www.beanstalkcharity.org.uk)

Beanstalk is a national charity that provides one-to-one literacy support to children who struggle with their reading ability and confidence. Illiteracy is a persistent national problem in the UK and Beanstalk's aim is to ensure that every child leaves school with the skills and confidence to reach their true potential so that they are in a better position to control their own lives.

The statistics of literacy in the UK are shocking and show the scale of the challenge:

- **34%** of children left primary school last year unable to read to the required level
- **70%** of pupils permanently excluded from school have difficulties with basic literacy
- **25%** of young offenders have reading skills below that of the average 7 year old
- Poor literacy skills are estimated to cost the UK economy **£81 billion** every year

During the year the Foundation agreed to commit £5,000 per annum for three years to support 32 children each year in Ealing schools. Each child receives one to one reading sessions twice a week with trained helpers. After the year end the Foundation agreed to commit a further £2,500 per annum to provide further support to a local state school. This is one of the Foundation's commitments to helping those in the local vicinity of where we are based.

SANDHU CHARITABLE FOUNDATION

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

The Anne Frank Trust UK (www.annefrank.org.uk)

The Anne Frank Trust UK ('the Trust') is an education charity that empowers (principally) young people with the knowledge, skills and confidence to challenge all forms of prejudice and discrimination using Anne Frank's powerful life story and diary. The Foundation shares many of the main concerns of the Trust. Developments in the political landscape over the last year or so have revealed deep divisions within our society as well as societies around the world; brewing mistrust between communities and very sadly a growing acceptance of the language and expression of hate. Incidents of hate crime has risen sharply in the UK; threats to freedom of movement and safety based on religion, political ideals and culture continue occur on a global scale; we have witnessed devastating acts of terrorism across Europe and beyond, and extremist ideologies on the right and left gaining traction. Sadly, the work of the Trust seems to grow more important with each passing year.

During the year the Foundation made a cash payment of £30,000 to the Trust and at the year-end had made further commitments totalling £120,000 to be paid over the next four years. In addition, Mrs. Sandhu has acted as the Chair of the Anne Frank Memorial Lunch, the main fundraiser for the Trust, for the last three years. Both the financial contribution and the time commitment reflect the Foundation's view of the continuing importance of the work being undertaken by the Trust.

Pancreatic Cancer UK (www.pancreaticcancer.org.uk)

Pancreatic cancer is tough to diagnose, tough to treat, tough to research and tough to survive. Pancreatic Cancer UK seeks to ensure that everyone affected by it gets the help they need by:

- Providing expert, personalised support and information via their Support Line and through a range of publications;
- By funding innovative research to find the breakthroughs that will change the way we understand, diagnose and treat pancreatic cancer;
- By campaigning for change; for better care, treatment and research.

The Foundation made a donation of £15,000 under a matched funding scheme thus helping to raise £30,000 for the charity. The donation also marked the 100th charitable cause that the Foundation has funded.

A list of all donations made and committed to in the year is shown in Note 6 to the accounts.

2. Non-Financial and Indirect Support

The Trustees and the Patron have been actively involved in helping with fundraising from third parties on behalf of a number of charities to whom the Foundation has also donated funds.

The Chairman is an Ambassador to Magic Bus UK.

Mrs Sandhu continued for a third year as Chair of the lunch committee of The Anne Frank Trust Holocaust Memorial Day Lunch which raised a record £460,000 during the year; making total funds raised in the three years of over £1.3m.

Mrs Sandhu continued as Vice Chair of The Bursary Programme – one of the most ambitious in the UK – at Latymer Upper School and also helped organise fundraising events for The Lullaby Trust on behalf of the Foundation.

SANDHU CHARITABLE FOUNDATION

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

FINANCIAL REVIEW

The Foundation is currently reliant largely on income and investment returns from its Investments.

Investment income increased from £191,500 in 2016 to £239,915 in 2017. The Foundation accrued a gain of £942,605 on its investment portfolio comprising a gain of £760,184 on the Endowment Fund and a gain of £182,421 on the unrestricted funds. The Endowment Fund is required to be invested in the Ordinary and Preference shares of Raven Russia Limited and these assets performed well helped by the strengthening dollar (the majority of the Raven Russia leases are dollar denominated) and increasing oil prices (which help the general Russian economy).

The Trustees increased grant funding marginally from £305,000 in 2016 to £308,000 in 2017.

The Trustees consider that the fixed assets investments of the Foundation are held to provide the annual income to finance expenditure in line with the grant policy set. Therefore, reserves are considered to be represented by net current assets (£425,125). These will be used to fund the commitments made (see Note 13) together with the future income arising. Income arising on the Endowment Fund is transferred annually to unrestricted funds to also fund such commitments. A significant proportion of the unrestricted funds are held in highly liquid listed investments and in exceptional circumstances these could be liquidated to meet funding commitments. However, it is more likely that if there was a short term cash flow issue interest free loans would be sought from The Santon Group as they have been in the past and were during the year.

RISK ASSESSMENT

The Trustees have assessed the major risks to which the Foundation is exposed, in particular those related to the operations and finance of the Foundation, and have developed a risk management strategy which involves the following:

1. An Annual review of the principal risks and uncertainties that the Foundation faces;
2. The establishment of policies, systems and procedure to mitigate risks identified;
3. The implementation of procedures designed to minimise or manage any potential impact on the Foundation should those risks materialise.

The principal risk faced by the Foundation lies in the performance of its investments. The Trustees consider that the Foundation should aim to seek a return of 7.5% pa on its investments in the medium term. This target was achieved during the year due to the good performance of the Raven Russia investment.

The Foundation seeks to invest its unrestricted fund in a diversified portfolio of listed and unlisted securities and these performed well during the year; largely as a result of a strong return on the unlisted assets some of which became listed during the year. The Foundation's investment in Premier Asset Management Plc, in particular, continued to perform exceptionally well after the year end.

The Endowment Fund also performed well in the year resulting in an overall positive investment return for the year. It is condition of the donations made into the Endowment Fund that it can only be invested in the securities of Raven Russia Limited (without the consent of the donor) and therefore the Foundation has limited control over the return on this part of the investment portfolio.

Another major risk is the reliance of the Foundation on the founders; both from a funding perspective and an operational perspective. It is the medium term intention of the Trustees to seek a wider family involvement and in the short term it is the intention of the trustees to convert the Foundation into a CIO and to appoint a suitable non family member(s) to the Board.

SANDHU CHARITABLE FOUNDATION

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Charity was established by a Charitable Trust Deed on 29th March, 2006 and registered as a charity with the Charity Commission on 16th May, 2006.

The Board of Trustees who served during the year and subsequently were:

B S Sandhu (Chairman and Founder)

S Carey (retired 25 April 2016)

P Sandhu (appointed 25 April 2016)

The Chairman would like to express his thanks to Mr Carey for his contribution as a trustee of the Foundation for the first ten years of its existence.

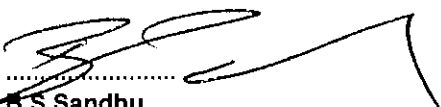
The Board as a body have the power to appoint new Trustees at their discretion. All Trustees are required to keep up to date with ongoing developments in charity law and practice. It is the policy of the Board to provide new Trustees with all relevant information appertaining to the Foundation and its affairs.

Decisions regarding charity affairs are made at Trustee meetings which take place as and when required. The day to day administration of the Foundation is carried out by Nicky Steele, under the supervision of the Trustees.

Disclosure of Information to auditor

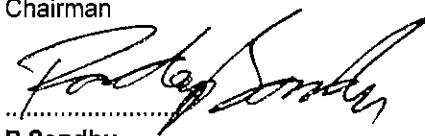
Each of the has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The Trustees report was approved by the Board of Trustees.



B S Sandhu
Chairman

Dated: 24 January 2018



P Sandhu
Trustee

Dated: 24 January 2018

SANDHU CHARITABLE FOUNDATION

STATEMENT OF TRUSTEES RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2017

The Trustees are responsible for preparing the Trustees Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the to prepare accounts for each financial year which give a true and fair view of the state of affairs of the and of the incoming resources and application of resources of the for that year.

In preparing these accounts, the Trustees are required to:

- 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 accounting standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

SANDHU CHARITABLE FOUNDATION

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF SANDHU CHARITABLE FOUNDATION

We have audited the accounts of Sandhu Charitable Foundation for the year ended 31 March 2017 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102.

This report is made solely to the charity's trustees, as a body, in accordance with section 145 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 auditors' 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 its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of and auditor

As explained more fully in the statement of Trustees responsibilities, the Trustees are responsible for the preparation of accounts which give a true and fair view.

We have been appointed as auditors under section 145 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 accounts 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 accounts

An audit involves obtaining evidence about the amounts and disclosures in the accounts sufficient to give reasonable assurance that the accounts 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 ; and the overall presentation of the accounts. In addition, we read all the financial and non-financial information in the Trustees Annual Report to identify material inconsistencies with the audited accounts 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 accounts.

In our opinion the accounts:

- give a true and fair view of the state of the charity's affairs as at 31 March 2017 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; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

SANDHU CHARITABLE FOUNDATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF SANDHU CHARITABLE FOUNDATION

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 accounts are not in agreement with the accounting records and returns; or
- sufficient accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the accounts 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.

Other matter

Your attention is drawn to the fact that the charity has prepared accounts 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) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

This has been done in order for the accounts to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.



Gerald Edelman

24/11/2018

Chartered Accountants
Statutory Auditor

73 Cornhill
London
EC3V 3QQ

SANDHU CHARITABLE FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 MARCH 2017

	Notes	Unrestricted funds £	Endowment funds £	Total 2017 £	Total 2016 £
Income from:					
Donations and legacies	3	-	51,000	51,000	50,150
Investment Income	4	146,955	92,960	239,915	191,500
Total income		146,955	143,960	290,915	241,650
Expenditure on:					
Charitable activities	5	310,264	-	310,264	307,957
Net (expenditure)/Income before Investment returns		(163,309)	143,960	(19,349)	(66,307)
Net gain/(loss) on Investments	9	182,421	760,184	942,605	(200,203)
Net Income/(expenditure) before transfers		19,112	904,144	923,256	(266,510)
Transfers between funds	15	92,960	(92,960)	-	-
Net income/(expenditure) for the year/Net movement in funds		112,072	811,184	923,256	(266,510)
Fund balances at 1 April 2016		2,536,169	1,735,732	4,271,901	4,538,411
Fund balances at 31 March 2017		2,648,241	2,546,916	5,195,157	4,271,901

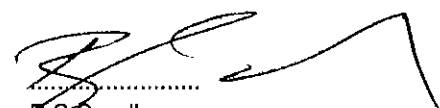
SANDHU CHARITABLE FOUNDATION

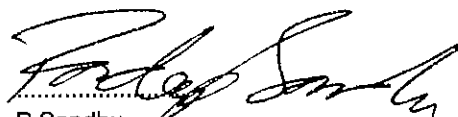
BALANCE SHEET

AS AT 31 MARCH 2017

	Notes	2017 £	£	2016 £	£
Fixed assets					
Investments	10		5,066,032		4,468,287
Current assets					
Debtors	12	159,907		245,092	
Cash at bank and in hand		456,438		83,262	
		616,345		328,354	
Creditors: amounts falling due within one year	13	(191,220)		(242,240)	
Net current assets			425,125		86,114
Total assets less current liabilities			5,491,157		4,554,401
Creditors: amounts falling due after more than one year	14		(296,000)		(282,500)
Net assets			5,195,157		4,271,901
Capital funds					
Expendable endowment	15		2,546,916		1,735,732
Income funds					
Unrestricted funds			2,648,241		2,536,169
			5,195,157		4,271,901

The accounts were approved by the Board of Trustees and authorised for issue on 24 January 2018 and signed on its behalf by:


P. S. Sandhu
Trustee


P Sandhu
Trustee

SANDHU CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies

1.1 Accounting convention

These accounts have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102"), "Accounting and Reporting by Charities" the Statement of Recommended Practice for charities applying FRS 102, the Charities Act 2011 and UK Generally Accepted Accounting Practice as it applies from 1 January 2015. The Sandhu Charitable Foundation is a Public Benefit Entity as defined by FRS 102.

The accounts 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 the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention, modified to include the revaluation and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus, the Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

1.3 Charitable funds

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the Charity. Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

1.4 Incoming resources

Income is recognised when the Foundation is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Donations and other forms of voluntary income are recognised as income when receivable except insofar as they are incapable of financial measurement.

Assets donated to charities are included as income at their open market value.

Income from investments is included in the accounts on a receivable basis.

1.5 Resources expended

Liabilities are recognised as soon as there is a constructive obligation committing the charity to the expenditure. All resources expended are accounted for on an accrual basis. Irrecoverable VAT is charged to the expense to which it relates.

The cost of charitable activities is represented by grants made directly to institutions.

Also included in charitable expenditure are governance costs incurred primarily in meeting with constitutional and statutory requirements.

1.6 Cash and cash equivalents

Cash and cash equivalents include cash in hand and deposits held at call with banks.

SANDHU CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

1 Accounting policies

(Continued)

1.7 Financial Instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when it becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.8 Taxation

As a registered charity the Society is exempt from taxation on its activities which fall within the scope of Part 10 ITA2007 and section 256 of the Taxation of Chargeable Gains Act 1992.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated 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 where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

SANDHU CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

3 Donations and legacies

	2017 £	2016 £
Gifts made by B.S. Sandhu and P. Sandhu:		
Quoted investments	51,000	50,150
Voluntary income brought forward	4,743,162	4,693,012
Voluntary income carried forward	4,794,162	4,743,162

Since the Charity was established, Mr. and Mrs. Sandhu have made total donations to the Charity of £4.667 million (2016: £4.616 million) comprising £1.159 million in cash (2016: £1.159 million) and £3.508 million in quoted investments (2016: £3.457 million).

In addition, The Santon Group, owned by B.S. Sandhu, has made cash donations totalling £0.114 million (2016: £0.114 million) since the Charity was established. The Santon Group, B.S. Sandhu and P. Sandhu also donate directly to some of the charities with which the Foundation works and The Santon Group provides logistical, administrative, travel and subsistence support to the Foundation on an ex-gratia basis.

4 Investment Income

	Unrestricted funds £	Endowment funds £	Total 2017 £	Total 2016 £
Income from listed investments	55,573	-	55,573	34,089
Income from Raven Russia investment	5,088	92,960	98,048	87,226
Other interest receivable	53,741	-	53,741	37,345
Interest receivable	32,553	-	32,553	32,840
	146,955	92,960	239,915	191,500
For the year ended 31 March 2016	104,274	87,226		191,500

SANDHU CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

5 Charitable activities

	2017 £	2016 £
Grant funding of activities (see note 6)	308,000	305,000
Support costs including governance costs	2,264	2,957
	<u>310,264</u>	<u>307,957</u>

Governance costs include a provision of £2,000 (2016: £2,900) for audit and accounting fees. The balance of the governance costs each year comprised bank charges.

SANDHU CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

6 Grants payable

	2017 £	2016 £
Grants: Cash Paid		
Variety, The Children's Charity	37,500	35,000
The Anne Frank Trust UK	30,000	25,000
Florence Kleiner Foundation	30,000	-
Magic Bus UK	25,000	25,000
Young Enterprise	15,000	15,000
Pancreatic Cancer UK	15,000	-
The Latymer Foundation	14,000	8,000
Kew Foundation	12,500	12,500
Dasra UK	12,000	12,000
CASS Business School, City University	10,000	15,000
Happy Days Childrens Charity	10,000	-
Helena Kennedy Foundation	10,000	10,000
Orbis UK	10,000	10,000
Leicestershire County Cricket Club	10,000	-
LSE Annual Fund	10,000	-
British Lung Foundation	7,000	-
The Prostate Cancer Charity	5,000	-
The Big Give Trust re East Africa Appeal	5,000	-
Ealing Soup Kitchen	5,000	-
Ealing Food Bank	5,000	-
MacMillan Cancer Support	5,000	-
Scannappeal (The Bucks Breast Cancer Appeal)	5,000	-
Find Your Feet	5,000	-
Epilepsy Research UK	3,000	-
Outward Bound Trust	2,000	-
Sightsavers	1,000	-
Crisis	1,000	-
Erskine Hospital	-	10,000
Prostate Cancer UK	-	5,000
Give Smart UK	-	5,000
Amy May Trust	-	3,000
London Vision Clinic Foundation	-	3,000
Multiple Sclerosis Society	-	1,000
Cash paid in year carried forward	300,000	194,500

SANDHU CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2017

6 Grants payable

(Continued)

	2017 £	2016 £
Cash paid in the year brought forward	300,000	194,500
Commitments utilised in the year:		
Variety, The Children's Charity	(37,500)	(25,000)
Anne Frank Trust UK	(30,000)	(25,000)
Florence Kleiner Foundation	(30,000)	-
Magic Bus UK	(25,000)	(25,000)
Young Enterprise	(15,000)	(15,000)
Kew Foundation	(12,500)	(12,500)
Dasra UK	(11,000)	(12,000)
Cass Business School, City University	(10,000)	(15,000)
Leicestershire County Cricket Club	(10,000)	-
Helena Kennedy Foundation	(10,000)	-
Prostate Cancer UK	(5,000)	(5,000)
The Latymer Foundation	(5,000)	-
EveryChild	-	(10,000)
	(201,000)	(144,500)
Commitments made in year:		
Variety, The Children's Charity	60,000	50,000
The Anne Frank Trust UK	30,000	120,000
Helena Kennedy Foundation	30,000	-
Orbis UK	21,000	-
Cass Business School, City University	15,000	30,000
Beanstalk	15,000	-
Prostate Cancer UK	15,000	-
The Stroke Association	10,000	-
The Latymer Foundation	8,000	15,000
Soundseekers	5,000	-
Florence Kleiner Foundation	-	30,000
Leicestershire CCC	-	10,000
	209,000	255,000
Total Grants payable in the year	308,000	305,000

Since the Foundation was set up it has made donations or commitments to 104 (2016: 92) different charities totalling £2,077,661 (2016: £1,769,661).

A significant number of donations are made on a matched funding basis as one of the aims of the Foundation is to encourage and incentivise others to give.

SANDHU CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

7 Trustees

None of the Trustees (or any persons connected with them) received any remuneration during the year. No expenses were charged to the Foundation by the Trustees.

Donations made by B.S. Sandhu and related parties are shown in Note 3. Details on the terms of the Endowment Fund set up by B.S. Sandhu are disclosed in Note 15.

The Santon Capital plc group, which is owned by B.S. Sandhu, provides offices, staff and administrative support to the Foundation without charge.

During the year ended 31 March 2016 Santon Capital plc also provided an interest free loan of £50,000 to help fund the purchase of an investment. This loan was repaid in full in the current year.

B.S. Sandhu provided an interest free loan of £5,000 to the Foundation.

Contributions totalling £14,000 (2016: £8,000) were made to the Latymer Foundation. Mr. and Mrs. Sandhu's children attend Latymer on a full fee paying basis.

8 Employees

There were no employees during the year. The Santon Capital plc group provides administrative support to the Foundation without charge.

9 Net gains/(losses) on Investments

	Unrestricted funds	Endowment funds	Total 2017	Total 2016
	£	£	£	£
Revaluation of investments	128,352	760,184	888,536	(194,515)
Gain/loss on sale of investments	54,069	-	54,069	(5,688)
Movement in 31 March 2017	<u>182,421</u>	<u>760,184</u>	<u>942,605</u>	<u>(200,203)</u>
Movement in 31 March 2016	<u>338,843</u>	<u>(539,046)</u>		<u>(200,203)</u>

10 Fixed asset investments

	2017 £	2016 £
Listed investments	4,188,271	3,169,089
Unlisted investments	877,644	1,296,469
Investment cash retained	117	2,729
	<u>5,066,032</u>	<u>4,468,287</u>

SANDHU CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2017

10 Fixed asset investments (Continued)

	2017 £	2016 £
Historical cost as at 31 March 2017	4,914,404	4,598,320
Investments held are allocated as follows:		
Equity Instruments	3,714,685	2,718,167
Listed debt instruments	473,586	450,922
Other	877,644	1,296,469
Cash	117	2,729
	5,066,032	4,468,287

During the year, Mr. B. Sandhu transferred 100,000 (2016: 170,000) Ordinary Shares in Raven Russia Limited to the Charity by way of a gift at market value of £51,000 (2016: £50,150).

Listed investments comprise holdings in ordinary shares, warrants and preference shares in Main Listed Stocks on the London Stock Exchange. Listed investments include an investment of £2.798 million (2016: £1.913 million) in the ordinary shares and preference shares of Raven Russia Ltd.

Movements in fixed asset investments

	2017 £	2016 £
Cost or valuation		
Brought forward	4,468,287	4,611,204
Additions	211,006	438,048
Valuation changes	888,536	(194,515)
Gifts made to charity at market value	51,000	50,150
Change in brokers' cash accounts	(2,613)	(39,626)
Disposals	(550,184)	(396,974)
Carried forward	5,066,032	4,468,287
Carrying amount		
At 31 March 2017	5,066,032	4,468,287
At 31 March 2016	4,468,287	4,611,204

11 Financial Instruments	2017 £	2016 £
Carrying amount of financial assets		
Debt instruments measured at amortised cost	159,907	245,092
Instruments measured at fair value	5,066,032	4,468,287

SANDHU CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

		(Continued)	
11	Financial Instruments	2017	2016
	Carrying amount of financial liabilities		
	Measured at amortised cost	487,220	524,740
		<u> </u>	<u> </u>
12	Debtors		
		2017	2016
	Amounts falling due within one year:	£	£
	Short term loan	150,000	235,000
	Interest accrued	9,907	10,092
		<u> </u>	<u> </u>
		159,907	245,092
		<u> </u>	<u> </u>

SANDHU CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

13 Creditors: amounts falling due within one year

	2017 £	2016 £
Donations commitments (see below)	183,000	188,500
Connected party loans	5,000	50,000
Accruals and deferred income	3,220	3,740
	<u>191,220</u>	<u>242,240</u>

Donation Commitments comprise:

	Less than One Year £	More than One Year £	Total £
Anne Frank Trust UK	30,000	90,000	120,000
Variety, The Children's Charity	37,500	75,000	112,500
Magic Bus UK	25,000	30,000	55,000
Helena Kennedy Foundation	15,000	30,000	45,000
Cass Business School, City University	10,000	25,000	35,000
Orbis UK	7,000	14,000	21,000
The Latymer Foundation	6,000	12,000	18,000
Prostate Cancer UK	5,000	10,000	15,000
Young Enterprise	15,000	-	15,000
Beanstalk	5,000	10,000	15,000
Kew Foundation	12,500	-	12,500
The Stroke Association	10,000	-	10,000
Soundseekers	5,000	-	5,000
Total Commitments - 31 March 2017	<u>183,000</u>	<u>296,000</u>	<u>479,000</u>
Total Commitments - 31 March 2016	<u>188,500</u>	<u>282,500</u>	<u>471,000</u>

14 Creditors: amounts falling due after more than one year

	2017 £	2016 £
Donation commitments	<u>296,000</u>	<u>282,500</u>

SANDHU CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

15 Endowment funds

	Balance at 1 April 2016	Incoming resources	Movement in funds Resources expended	Transfers	Revaluations gains and losses	Balance at 31 March 2017
	£	£	£	£	£	£
Expendable endowments						
Expendable endowments	1,735,732	143,960	-	(92,960)	760,184	2,546,916
	<u>1,735,732</u>	<u>143,960</u>	<u>-</u>	<u>(92,960)</u>	<u>760,184</u>	<u>2,546,916</u>

The expendable endowment fund was set up in March, 2010 by the Trustee B.S. Sandhu upon the transfer into the Charity by way of gift of 1,300,000 preference shares in Raven Russia Limited and was added to in 2012. During the year B.S. Sandhu donated 100,000 Ordinary Shares in Raven Russia Limited on the same terms. The gift was made on the basis that the capital could not be distributed without the consent of the donor. The income of the fund can be used for the general purposes of the Charity. Thus a transfer of £92,960 was transferred to unrestricted Funds at the year end. There is an additional restriction in that the shares transferred cannot be disposed of without the consent of the donor. The endowment funds are solely represented by holdings of ordinary and preference shares in Raven Russia Limited, which is listed on the Main Market of the London Stock Exchange.

16 Movement in funds

	General funds £	Endowment funds £	Revaluation reserve £	Total £
Balance at 1 April 2016	2,666,202	1,735,732	(130,033)	4,271,901
Income	146,955	143,960	-	290,915
Expenditure	(310,264)	-	-	(310,264)
Gains/(Losses) on investments:				
Loss on investment disposals	54,069	-	-	54,069
Gain/(Loss) on investment revaluation	(153,308)	760,184	281,660	888,536
Transfer between funds	92,960	(92,960)	-	-
Balance at 31 March 2017	<u>2,496,614</u>	<u>2,546,916</u>	<u>151,627</u>	<u>5,195,157</u>

SANDHU CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

17 Analysis of net assets between funds

	Unrestricted Funds £	Endowment Funds £	Total £
Fund balances at 31 March 2017 are represented by:			
Investments	2,519,116	2,546,916	5,066,032
Current assets	616,345	-	616,345
Creditors due within one year	(191,220)	-	(191,220)
Creditors due after one year	(296,000)	-	(296,000)
	<u>2,648,241</u>	<u>2,546,916</u>	<u>5,195,157</u>

SANDHU CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

18 Donations to date (2006-2017)

	Cash £	Commitments £	Total £
Variety, The Children's Charity	243,750	112,500	356,250
Anne Frank Trust UK	170,500	120,000	290,500
Magic Bus UK	166,979	55,000	221,979
Helena Kennedy Foundation	50,000	45,000	95,000
CASS Business School, City University	55,000	35,000	90,000
The Latymer Foundation	68,874	18,000	86,874
Young Enterprise	50,000	15,000	65,000
Dasra UK	51,000		51,000
Orbis UK	30,000	21,000	51,000
Kew Foundation	37,500	12,500	50,000
The Family & Relationship Crisis Centre	38,000		38,000
Prostate Cancer UK	23,000	15,000	38,000
Family for Every Child	30,000		30,000
Florence Kleiner Foundation	30,000		30,000
Street Child UK	30,000		30,000
Unicef UK	25,000		25,000
Jubilee Box Hill School	24,083		24,083
Durston House Educational Trust	22,500		22,500
Leicestershire County Cricket Club	20,000		20,000
Find Your Feet	20,000		20,000
Happy Days Charity	20,000		20,000
The Stoke Association	8,000	10,000	18,000
Leukemia & Lymphoma Research	17,000		17,000
Beanstalk		15,000	15,000
Pancreatic Cancer UK	15,000		15,000
GB Childrens Home	10,500		10,500
Akshaya Patra	10,000		10,000
DEC Haiti Appeal	10,000		10,000
Erskine Hospital	10,000		10,000
Multiple Sclerosis Society	10,000		10,000
Soundseekers	5,000	5,000	10,000
LSE Annual Fund	10,000		10,000
JET (Joint Educational Trust)	9,000		9,000
Epilepsy Research UK	9,000		9,000
Bobath Centre for Children with Cerebral Palsy	8,000		8,000
British Heart Foundation	7,725		7,725
British Lung Foundation	7,000		7,000
Blackfriars Settlement	6,502		6,502
Oval Cricket Relief Trust	6,000		6,000
Sands	6,000		6,000
Cure Parkinson Trust	5,600		5,600
Bliss	5,000		5,000
Choices Ealing	5,000		5,000
Coram	5,000		5,000
Subtotal of donations c/f	1,391,513	479,000	1,870,513

SANDHU CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

18 Donations to date (2006-2017)

(Continued)

Subtotal of donations b/f	1,391,513	479,000	1,870,513
Cystic Fibrosis	5,000		5,000
DEC Committee – Philippines	5,000		5,000
Emmaus Hampshire	5,000		5,000
Enterprise Education	5,000		5,000
Evelina	5,000		5,000
Foundation for The Study of Infant Deaths	5,000		5,000
Friendship Works	5,000		5,000
Give Smart	5,000		5,000
Helen Rollason Cancer Charity	5,000		5,000
Help for Heroes	5,000		5,000
Interact Reading Limited	5,000		5,000
LEPRA	5,000		5,000
Listening Books	5,000		5,000
Maharaj Duleep Singh Centenary Trust	5,000		5,000
Northwick Park Institute for Medical Research	5,000		5,000
Oxfam re: Ebola	5,000		5,000
Richard House Children's Hospital	5,000		5,000
Smile Train	5,000		5,000
Starfish Greathearts Foundation	5,000		5,000
Starlight Children's Foundation	5,000		5,000
The Ear Foundation	5,000		5,000
The Helping Hands International	5,000		5,000
The Haven	5,000		5,000
Tree of Hope Charity	5,000		5,000
The Big Give Trust re East Africa Appeal	5,000		5,000
Ealing Soup Kitchen	5,000		5,000
Ealing Food Bank	5,000		5,000
MacMillan Cancer Support	5,000		5,000
Scannappeal (The Bucks Breast Cancer Appeal)	5,000		5,000
Connect	4,000		4,000
RNLI	4,000		4,000
Interact Worldwide	3,500		3,500
BIBIC	3,000		3,000
London Vision Clinic Foundation	3,000		3,000
Royal Wanstead Children's Hospital	3,000		3,000
St. Christopher's Church	3,000		3,000
Save the Children	3,000		3,000
SBSA	3,000		3,000
Sightsavers	3,000		3,000
The Amy May Trust	3,000		3,000
Hatters Explorers Scout Unit	2,500		2,500
Anna Wallace re cancer fundraising	2,000		2,000
Ecology Trust	2,000		2,000
Subtotal of donations b/f	1,578,513	479,000	2,057,513

SANDHU CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2017

18 Donations to date (2006-2017)	(Continued)		
Subtotal of donations c/f	1,578,513	479,000	2,057,513
William Wates Memorial Fund	2,000		2,000
Outward Bound	2,000		2,000
Holy Family PTA	1,500		1,500
Children's Hospital Trust South Africa	1,500		1,500
Right to Play	1,500		1,500
The Streets Ahead Children's Charity	1,500		1,500
Berry's Court School	1,049		1,049
Anaphylaxis Campaign	1,000		1,000
Georgie's Fund	1,000		1,000
Harvest India	1,000		1,000
London Legal Trust	1,000		1,000
Movember	1,000		1,000
Mums for Babas	1,000		1,000
Pseur (PSP)	1,000		1,000
Sightsavers	1,000		1,000
Crisis	1,000		1,000
Lord Mayor's Appeal	100		100
Total donations to date	1,598,661	479,000	2,077,661