

PHILIP KING CHARITABLE TRUST
Registered Charity No. 263992

REPORT AND AUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED

5TH APRIL 2017

CHARITY COMMISSION
FIRST CONTACT

01 FEB 2018

ACCOUNTS
RECEIVED

PHILIP KING CHARITABLE TRUST

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PHILIP KING CHARITABLE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5TH APRIL 2017

The Trustees present their annual Report and the audited Financial Statements for the year ended 5th April 2017.

FORMATION, GOVERNING DOCUMENT AND PURPOSE

Philip King Charitable Trust is a registered charity (No. 263992) and is constituted by a Trust Deed dated 11th January 1972. The late Philip King bequeathed the residue of his estate to the Philip King Charitable Trust. The residue vested in the trust following the death in 2007 of Clare King, his wife.

As set out in the Trust Deed the trustees can apply the income and capital for such charitable activities as the trustees think fit. In so doing the trustees will consider the causes that the settlor, Philip King, may have chosen to support. The trustees also confirm that they refer to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the trust's aims and objectives and in planning future activities and setting grant making policy.

TRUSTEES

The Trustees at 5th April 2017 and at the date of their Report were:-

Louise Maddison
Alison Meek
Peter Sawford

David Tarsh
Nick Tarsh - Chairman
Jeremy Tobias-Tarsh

ADMINISTRATOR AND PRINCIPAL ADDRESS

Ian Maddison is the trust's Administrator. The principal address and address for correspondence is PO Box 1139, Elsworth, Cambridge, CB23 4WB.

BANKERS

Barclays, National Westminster and COIF.

AUDITORS

Brindley Millen Limited, 167 Turners Hill, Cheshunt, Herts, EN8 9BH.

INVESTMENT MANAGERS

Smith & Williamson
McInroy & Wood

GRANT MAKING POLICY

The trust seeks initiatives and projects to support: the young, the old, the sick and the disadvantaged.

It favours medical research and Jewish organisations (but not at the exclusion of others). It also seeks to help smaller charitable organisations where a donation will make a real difference.

PHILIP KING CHARITABLE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5TH APRIL 2017

REVIEW OF THE YEAR

The trust's work is entirely reliant on income and investment returns from its investments. Its net assets (including cash) rose over the year from £12.2million to £14.0million. Grants and running costs exceeded income but the net outgoing was more than compensated by the gain on investments of £2.1million. The trustees are only too aware of volatility of market movements triggered by the financial crisis of 2008 and more recent upward trend arising from political and macro economic events. In setting the trust's grant making policy the trustees take the longer term view and do not therefore limit grants to income generated in any given year but take a view as to what the fund might be able to sustain over the medium term.

The trust made 37 grants during the year totalling £593,836. The trust has also committed to future funding of projects subject to (where applicable) progress reports. The main grants are listed in note 3 to the accounts.

STRUCTURE GOVERNANCE AND MANAGEMENT

As set out above the trust was set up by Philip King in 1972 and since that time has made donations to a range of causes. Following the death of his wife, Clare King, the trustees have a substantial portfolio of assets at their disposal. The trust does not actively fundraise and seeks to continue the charitable work desired by the donor and his wife through the careful stewardship of its existing resources.

New trustees are appointed by the existing trustees. There is no set period of appointment set out in the trust deed, nor minimum or maximum number of trustees. All of the trustees give their time freely and no trustee remuneration was paid in the year. Details of trustees expenses are disclosed in the notes to the accounts. Trustees are required to disclose all relevant interests (particularly as regards grant applications) and withdraw from decisions where a conflict of interest arises.

At the six monthly trustees' meetings, the trustees agree the broad strategy and areas of activity for the trust, including consideration of grant making, investment, reserves and risk management policies and performance. The day to day administration of grants and the processing of applications prior to consideration by the trustees is delegated to the charity's Administrator.

RISK MANAGEMENT

The trustees have considered the major risks to which the charity is exposed. In so doing the trustees periodically review the performance of the investment manager(s) with the assistance of investment consultants. The portfolio is currently run by two managers namely: Smith & Williamson and McInroy & Wood. The managers report quarterly in writing on the performance of the funds they manage and when required in person at trustees' meetings.

INVESTMENT POLICY AND PERFORMANCE

The trust's investment manager is instructed to invest to maximize the total return on the funds at their disposal within the constraints of a risk profile as discussed and agreed with the investment manager. The trustees retain control over circa 5% of the trusts assets in cash or fixed interest securities.

In the volatile market conditions over recent years the investment managers have taken an increasingly cautious view. However the charity is a long term investor and the trustees, on professional advice, continue with the view that a mixed portfolio of equities, bonds, cash and other investments, weighted according to the appetite for investment risk, remains appropriate.

PHILIP KING CHARITABLE TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5TH APRIL 2017

INVESTMENT POLICY AND PERFORMANCE - Continued

The total return on investments managed by the investment managers, after fees, for 2016/17 was 21.8%. This compares with the movement on APCIMs (Association of Private Client Investment Managers) Balanced Total Return index of 15.7%.

PLANS FOR THE FUTURE

The trustees continue to look for projects and small charities that the trust can support.

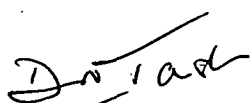
STATEMENT OF TRUSTEES RESPONSIBILITIES

United Kingdom Charity law requires the trustees to prepare Financial Statements for each financial year, which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the incoming resources and the application of resources of the trust for that period. In preparing those 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; and
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the trust will continue.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the trust and to enable them to ensure that the Financial Statements comply with the Charities Act 1993, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved and signed on behalf of the trustees



.....
D N TARSH
Trustee

26 January 2018

PHILIP KING CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES YEAR ENDED 5TH APRIL 2017

		Unrestricted Funds	Unrestricted Funds
	Note	2017 £	2016 £
INCOMING RESOURCES			
<i>Incoming resources from generated funds</i>			
Investment income	2	313,375	301,333
Sale of property interests		47,242	12,500
Total Incoming Resources		<u>360,617</u>	<u>313,833</u>
RESOURCES EXPENDED			
<i>Costs of generating funds</i>			
Investment management fees		67,992	59,587
Other professional fees		7,838	1,132
<i>Charitable Activities</i>			
Grants made	3	593,836	565,583
<i>Governance costs</i>	4	15,585	13,652
Total Resources Expended		<u>685,251</u>	<u>639,954</u>
Net Incoming / (Outgoing) Resources		(324,634)	(326,121)
<i>Other recognised gains and losses</i>			
Realised and unrealised gains and (losses) on investment assets		2,167,686	(434,146)
Net Movement in Funds		<u>1,843,052</u>	<u>(760,267)</u>
<i>Reconciliation of Funds</i>			
Total Funds brought forward		12,182,280	12,942,547
FUNDS AT 5TH APRIL		<u>14,025,332</u>	<u>12,182,280</u>

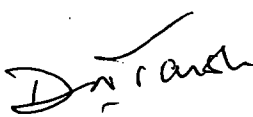
There were no other gains or losses other than those stated above.

PHILIP KING CHARITABLE TRUST


BALANCE SHEET AS AT 5TH APRIL 2017

	Note	2017 £	2017 £	2016 £	2016 £
FIXED ASSETS					
Investments	5	<u>13,380,851</u>		<u>11,207,711</u>	
TOTAL FIXED ASSETS			13,380,851		11,207,711
CURRENT ASSETS					
Accrued interest receivable		12,065		12,809	
Cash at bank		352,416		428,941	
Short term deposits		<u>300,000</u>		<u>550,000</u>	
		664,481		991,750	
LIABILITIES					
Creditors: Amounts falling due within one year	6	<u>20,000</u>		<u>17,181</u>	
NET CURRENT ASSETS			<u>644,481</u>		<u>974,569</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>14,025,332</u>		<u>12,182,280</u>
THE FUNDS OF THE CHARITY					
Unrestricted funds	7		<u>14,025,332</u>		<u>12,182,280</u>
TOTAL FUNDS			<u>14,025,332</u>		<u>12,182,280</u>

The Financial Statements were approved by the trustees and signed on their behalf on 26 January 2018 by:



 D N TARSH
 Trustee



 L R MADDISON
 Trustee

PHILIP KING CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5TH APRIL 2017

1. ACCOUNTING POLICIES

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). The financial statements have been prepared under the historical cost convention. The particular accounting policies adopted are described below.

Fund Structure

The charity has a single expendable endowment fund.

Investment Income

Interest and dividend income is included in the Statement of Financial Activities on an accruals basis.

Grants and Commitments Made

Grant commitments are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure.

Single or multi-year grants are accounted for when either the recipient has a reasonable expectation that they will receive a grant and the trustees have agreed to pay the grant without condition, or the recipient has a reasonable expectation that they will receive a grant and any condition attaching to the grant is outside of the control of the trust.

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

Commitments to provide funds that are dependent on the recipient undertaking certain obligations are recorded in the notes to the accounts as commitments until such time as they are paid.

Irrecoverable VAT

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

Fixed asset investments

Quoted investments are stated at market value as at the balance sheet date. Unquoted investments are periodically valued by the trustees. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

Realised gains and losses

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 opening market value (purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value (or purchase date if later). Realised and unrealised gains are not separated in the Statement of Financial Activities.

Governance costs and administrative expenditure

Resources expended on governance and administration are included in the Statement of Financial Activities on an accruals basis.

PHILIP KING CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5TH APRIL 2017

2. INVESTMENT INCOME

	2017	2016
	£	£
Dividends - Quoted bonds and equities	261,716	238,723
Dividends - Unquoted	-	-
Interest on gilts, cash deposits and cash funds	46,997	62,610
Ground rents	4,662	-
	<u>313,375</u>	<u>301,333</u>

3. GRANTS MADE

Grants made in the period comprise:-

Recipient	Purpose	Paid 2017 £	Committed £
Alzheimer Research UK	Research in to how certain proteins contribute towards alzheimer's	15,000	-
Working Families	Helping under privileged with employment issues	15,000	-
Friends of Israel	Funding academic programmes	25,000	-
Handicap International UK	General donation	10,000	-
Street Child	General donation	10,000	-
Freedom from Torture	Music therapy project	10,000	-
Prostate Cancer Research	Research into improving diagnosis through analysing biomarkers	15,000	-
St Mark's Foundation	Research in to short bowel syndrome	25,000	-
Red Balloon Learner Centre	Specialist schools for bullied children	10,000	-
CLIC Sargent	Funding towards a nurse for a year	22,425	-
STOLL	Support service for vulnerable and disabled veterans	25,000	-
Tel Aviv University	Funding for environmental justice and socio-economic rights law clinics for the disadvantaged	50,000	-
Royal London / BARTs	Bursary for post graduate doctors	9,000	-
Working Chance	Workshops for women ex-offenders	35,000	-
Squashbond	Funding for cross community participation and learning through squash	9,524	-
Forward Thinking	Funding for Middle East Programme officer role	50,000	-
Royal College of Surgeons	Funding for research project	41,887	50,000
Kidney Research UK	Research for improving transplant outcomes	10,000	-
Misholim	Arts therapy centre based in Jerusalem	20,000	40,000
Ma'ase Afak	Promoting equal opportunity and leadership among young Israeli women in Galilee	15,000	15,000
Aids Orphan	Outreach service for HIV/AIDS sufferers in Nairobi	35,000	-
The Garden Classroom	Reconnecting children with nature in Hackney	22,500	-
Music in Prisons	For cost of a number of performances	10,000	-
Fine Cell Work	Funding for <i>Open the Gates</i> project	15,000	-
Muswell Hill Baptist Church	Funding for new soup kitchen	10,000	-
Ndi Moyo	Palliative care provision in Malawi	28,000	-
Spirit of Squash	Introducing squash to children in Hackney	10,000	-
		<u>553,336</u>	<u>105,000</u>
Other smaller grants		40,500	-
		<u>593,836</u>	<u>105,000</u>

PHILIP KING CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5TH APRIL 2017

4. GOVERNANCE COSTS

	2017 £	2016 £
Audit fee	2,130	2,052
Charity Administrator's costs	13,455	11,550
Bank charges	-	50
Trustees remuneration	-	-
Trustees travel expenses	-	-
	<u>15,585</u>	<u>13,652</u>

The trustees received no remuneration in the period (2017 £Nil).

The Charity Administrator is Mr Ian Maddison who is married to a trustee of the charity.

5. FIXED ASSET INVESTMENTS

	2017 £	2016 £
Managed investment portfolio (5a)	13,380,851	11,187,711
Leasehold property interest (5b)	-	20,000
	<u>13,380,851</u>	<u>11,207,711</u>

(5a) Movement in managed investment portfolio

Market value brought forward at 6 April 2016	11,187,711	11,391,761
Add: Additions to investments at cost	3,274,445	2,187,500
Disposals at carrying value	(2,848,472)	(1,775,697)
Add net profit / (loss) on revaluation	1,767,167	(615,853)
Market value as at 5 April 2017	<u>13,380,851</u>	<u>11,187,711</u>

Investments in managed portfolio at market value

Equities	10,143,554	8,251,118
Fixed interest securities	2,944,788	2,515,938
Commodities	-	-
Cash held within the investment portfolio	292,509	420,655
Total	<u>13,380,851</u>	<u>11,187,711</u>

(5b) The leasehold property interest was sold at auction in the year.

PHILIP KING CHARITABLE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5TH APRIL 2017**

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Accruals	20,000	17,181
Grants	-	-
	<u>20,000</u>	<u>17,181</u>

7. ANALYSIS OF NET ASSETS

	Unrestricted Funds	Total
	£	£
Investments	13,380,851	13,380,851
Net current assets	<u>644,481</u>	<u>644,481</u>
	<u>14,025,332</u>	<u>14,025,332</u>

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF PHILIP KING CHARITABLE TRUST

We have audited the financial statements of Philip King Charitable Trust for the year ended 5 April 2017 on pages four to nine. 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).

This report is made solely to the charity's trustees, as a body, in accordance with Section 144 of the Charities Act 2011 and regulations made under Section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an 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 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 auditors

As explained more fully in the Statement of Trustees Responsibilities set out on page three, the trustees are responsible for the preparation of the financial statements which give a true and fair view.

We have been appointed as auditors 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 Report of the Trustees 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 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.

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 Report of the Trustees 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.



Brindley Millen Limited
Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
167 Turners Hill
Cheshunt
Hertfordshire
EN8 9BH

Date: 29/1/2018