

**NORTHCOTE CHILDREN'S EMIGRATION FUND
FOR AUSTRALIA (ENGLISH TRUSTEES)**
Registered Charity 207813

**Report of the Trustees
and Unaudited Financial Statements**

**For the year ended
31 December 2017**

The Northcote Children's Emigration fund for Australia Registered Charity 207813

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Administrative Information

Registered Charity Number: 207813

Principal address:

Australia Centre
Strand, London WC2B 4LG, UK

Trustees:

Mr G D Fergusson
Professor P Austin
Baroness Liddell of Coatdyke

Bankers:

1. CAF Bank
25 Kings Hill Avenue, West Malling, Kent ME19 4JQ
2. Commonwealth Bank of Australia
Ground Floor, Tower 1, 201 Sussex St, Sydney, NSW 2000, Australia

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Trustees' Report for the year ended 31 December 2017

The Trustees present their annual report and financial statements for the year to 31 December 2017.

The financial statements have been prepared in accordance with the accounting policies set out in Note 1 to the accounts and comply with the Charities Act 2011 and 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 U.K. and Republic of Ireland (FRS 102) (effective 1 January 2015).

Structure, governance and management

The Charity administers a Trust Fund established under the will of Baroness Northcote, subsequently altered by a scheme approved by the Charity Commissioners in 1974.

Trustees are appointed by resolution of the Trustees. They meet twice a year. The Britain-Australia Society is responsible for the administration of the Trust under the instruction of the Trustees.

History, objectives and activities

The Trust's present objectives are to provide graduate studies at Australian universities and colleges for students resident in the UK. The Trust's objectives have changed in the past due to the need to adapt to circumstances.

The original objective of children's emigration as determined by Lady Northcote's will became neither desirable nor feasible. As a result of a strategic review the trustees sought wider powers in 1974 from the Charity Commissioners. These wider powers now allow the Trust to pursue their present objectives.

It is the trustees' responsibility to review the current strategy on a regular basis to ensure that the strategy is appropriate and that there remains a demand from students for Northcote scholarships as well as an interest from Australian universities and colleges in taking graduate students from the U.K.

During the year under review the Trust made grants to enable students to pursue postgraduate studies at the universities of Sydney and Melbourne.

Financial review

Investment income amounting to £ 166,036 (2016 £156,637) was received during the year. This enabled the Trustees to make grants to support university courses amounting to £155,379. Funds increased by £132,106 including investment gains of £132,047.

Investment policy

The investment objectives are firstly to protect, and secondly to enhance, the capital and income values of the investments in real terms in order that the aims of the trustees can be fulfilled in future years at or above the current level of expenditure. The trustees are risk averse. The current investment policy requires all investment funds to be held in unit trusts appropriate for British charities. The performance of the unit trust managers is monitored and the asset allocation is reviewed on an annual basis.

Public benefit

The Trustees consider that the Northcote Trust provides public benefit and has complied with the duty under Section 4 of the Charities Act 2006 to have due regard to the public benefit guidance published by the Charity Commission and in accordance with the Charity's objectives for the advancement and promotion of further education.

Risk management

The Trustees have a duty to identify and review the risks to which the Charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. A risk register is maintained and reviewed annually.

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Reserves policy

The charity's total reserves at 31 December 2017 amounted to £4,456,146 comprising £4,342,977 held in a Fixed Asset fund and the balance of £113,169 in unrestricted general funds. The Fixed Asset fund represents the carrying value of the investments at the Balance Sheet date and demonstrates that these assets are held for the long-term to generate future income. The unrestricted general funds represent the free reserves of the charity.

Data protection

The Trustees have reviewed and revised the requirements of the charity to comply with recent legislation concerning the retention of data to comply with the General Data Protection Regulation (GDPR) (EU) 2016/679.

Trustees

The Trustees who served during the year are:

Mr G.D. Fergusson
Professor Peter Austin
Baroness Liddell of Coatdyke

They received no remuneration for their services to the charity.

Audit

The Trustees consider that the charity is entitled to exemption from the requirements to have an audit.

Statement of trustees' responsibilities in relation to the financial statements

The charity trustees are responsible for preparing a trustees annual report and the financial statements 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 charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity, and of the incoming resources and application of resources of the charity for that period.

In preparing the financial statement the Trustees are required to:

- select suitable accounting policies and then apply them consistently
- observe the methods and principles in the applicable charities SORP
- make judgements and estimates that are reasonable and prudent
- state whether appropriate standards have been followed, subject to any material departures that must be disclosed and explained in the financial statements
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

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

The Report was approved by the Trustees on 18 April 2018 and signed on their behalf by



G.D. Fergusson... Chairman

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Independent Examiner's Report to the Trustees of The Northcote Children's Emigration Fund For Australia

I report on the accounts of the Trust for the year ended 31 December 2017 which are set out on pages 5 to 8.

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.

Having been satisfied that the charity is not subject to audit under company law and is eligible for independent examination 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 Commissioners 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 Commissioners. 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 the seeking of explanations from you as trustees concerning 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 UNQUALIFIED 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 Charities Act 2011, and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Acthave not been met; nor
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Richard Link
(Independent Examiner)

4 July 2018

date

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**NORTHCOTE CHILDREN'S EMIGRATION FUND
FOR AUSTRALIA (ENGLISH TRUSTEES)**

**Statement of Financial Activities
for the Year Ended 31 December 2017**

Summary Income and Expenditure Account

	Notes	Unrestricted Funds		Total 2017 £	Total 2016 £
		General Funds 2017 £	Fixed Asset Fund 2017 £		
INCOME					
Incoming Resources					
Income from Investments		166,036		166,036	156,637
		<u>166,036</u>		<u>166,036</u>	<u>156,637</u>
EXPENDITURE					
Resources Expended					
Charitable Expenditure - Grants		155,379		155,379	131,819
Administration	5	10,098		10,098	10,175
Governance costs		500		500	500
		<u>165,977</u>		<u>165,977</u>	<u>142,494</u>
Net Income		59		59	14,143
Other recognised gains					
Gains on Investments	6		132,047	132,047	434,500
Net movement in funds		<u>59</u>	<u>132,047</u>	<u>132,106</u>	<u>448,643</u>
Reconciliation of funds					
Total funds brought forward		113,110	4,210,930	4,324,040	3,875,397
TOTAL FUNDS CARRIED FORWARD		<u>113,169</u>	<u>4,342,977</u>	<u>4,456,146</u>	<u>4,324,040</u>

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**NORTHCOTE CHILDREN'S EMIGRATION FUND
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BALANCE SHEET AT 31 DECEMBER 2017

	Notes	2017 £	2016 £
FIXED ASSETS			
Investments	3	<u>4,342,977</u>	<u>4,210,930</u>
CURRENT ASSETS			
Cash at Bank		118,424	123,568
CREDITORS			
Amounts falling due within one year	4	<u>5,255</u>	<u>10,459</u>
NET CURRENT ASSETS		<u>113,169</u>	<u>113,110</u>
NET ASSETS		<u>4,456,146</u>	<u>4,324,040</u>
FUNDS			
Unrestricted Funds		113,169	113,110
Fixed Asset Fund		4,342,977	4,210,930
		<u>4,456,146</u>	<u>4,324,040</u>

The financial statements were approved by the Trustees on 18th April 2018 & signed by



G.D. Fergusson... Chairman

**NORTHCOTE CHILDREN'S EMIGRATION FUND
FOR AUSTRALIA (ENGLISH TRUSTEES)**

Notes to the Financial Statements
for the year ended 31 December 2017

1. ACCOUNTING POLICIES

Accounting Convention

The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value in accordance with the Charities Act 2011 and the requirements of the revised Statement of Recommended Practice and Reporting by Charities (SORP 2015) as applicable to smaller charities.

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Grants are charged in the accounts of the year to which the award relates. Future income estimated at £320,000 (2016 £300,000) has been committed to meet further grants to students at 31 December 2017.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

The funds of the charity are not subject to any restrictions. The Fixed Asset Fund represents the carrying value of the Investments to demonstrate that these assets are held in the long-term to generate future income.

2. TRUSTEES REMUNERATION AND EXPENSES

No Trustees remuneration of expenses were paid for the year ended 31 December 2017 nor for the previous year.

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3. FIXED ASSET INVESTMENTS

MARKET VALUE	Listed investments £
At 1 January 2017	4,210,930
Disposal	(123,625)
Addition	125,000
Revaluation	130,672
At 31 December 2017	<u>4,342,977</u>
Listed investments	
Schroders Equity Fund	1,414,998
M&G Charifund	1,266,988
M&G Charibond	1,660,991
	<u>4,342,977</u>
HISTORIC COST	
At 31 December 2017	3,323,146
At 31 December 2016	3,269,633

There were no investment assets held outside the UK.

4. CREDITORS

	2017 £	2016 £
Accrued expenses	500	1,000
Outstanding grants	4,755	9,459
	<u>5,255</u>	<u>10,459</u>

5. ADMINISTRATION COSTS

Secretarial	9,500	9,500
Bank charges	213	144
Insurance	385	376
Sundry	-	155
	<u>10,098</u>	<u>10,175</u>

6. RECOGNISED GAINS ON INVESTMENTS

Realised profit	1,375	-
Unrealised profit	130,672	434,500
	<u>132,047</u>	<u>434,500</u>