

Charity Registration No. 1076660

TRIALOGUE EDUCATIONAL TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

TRIALOGUE EDUCATIONAL TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Lord Turner of Eechinwell Mr Michael Maclay (Chairman) Mr Rowan Barnett	(Appointed 6 March 2018)
Charity number	1076660	
Principal address	PO Box 7814 London W1C 1YZ	
General Secretary	François Le Goff	
Independent examiner	Mr. Paul L. Kutner FCA Landau Morley LLP York House Empire Way Wembley Middlesex HA9 0FQ	
Bankers	Lloyds Bank pic 25 Gresham Street London EC2V 7HN	

TRIALOGUE EDUCATIONAL TRUST

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TRIALOGUE EDUCATIONAL TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2017

The Trustees present their annual report with the financial statements of the Trialogue Educational Trust for the year ended 31 December 2017. The Trustees confirm that the annual report and financial statements of the charity comply with the current statutory requirements of the charity's governing document and the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in 2015.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, 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 UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016).

OBJECTIVES AND ACTIVITIES

Through the Club of Three, the Trialogue Educational Trust works with leaders in government, business, civil society and academia in France, Germany, the UK and across Europe in order to develop cross-border responses to the major geo-strategic, social and economic challenges of our time.

PUBLIC BENEFIT

The Trustees confirm that they have complied with the duty in section 4 of the Charities Act 2006 to have due regard to the Charity Commission's general guidance on public benefit, 'Charities and Public Benefit'. All of the activities that are undertaken by the Charity are for the advancement of these objectives.

ACHIEVEMENTS AND PERFORMANCE

The Club of Three is a Franco-German-British initiative which aims to:

- Encourage the exchange of new ideas at the highest level on how to tackle the greatest threats and challenges of our time
- Enhance dialogue between senior figures from business, politics, the media and academia in France, Germany and the UK
- Strengthen the relationship between "the Three" and with other European and international partners outside of official communication channels
- Generate strategic thinking on Europe's future following the British referendum decision for the UK to leave the European Union

In these critical times for Europe, with the vote to leave the European Union in Britain and rise of Euroscepticism and populism throughout the continent, the need for a strong Franco-German-British partnership to address common challenges has never been greater.

The Club of Three promotes a constructive approach to problem solving and influencing European policy. It takes its inspiration from its founder, the publisher George Weidenfeld, who throughout his life tirelessly promoted open debates and new ideas as a way of overcoming difficulties between different cultures and nations.

Its annual programme of activities consists of organising a range of meetings that vary in size, format and focus and take place in different European capitals (mainly London, Paris and Berlin). Over the years, a number of meetings have also been held outside of Europe as part of initiatives to engage with strategic partners such as China, Russia and the US.

TRIALOGUE EDUCATIONAL TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

Furthermore, the focus of the Club of Three turned to a new topic in 2017: the digital transformation. The idea grew out of the 2016 Plenary meeting at Spencer House when a number of speakers from the commercial sector warned that digitalisation represented a challenge greater than Brexit, there was strong enthusiasm for a follow-up conference focusing on the implications for the corporate sector, for governments and for employees. This major issue will be further explored in years to come.

In addition to the organisation of meetings, the Club of Three also produces reports summarising the discussions and main outcomes and publishes a number of blog articles about some of the key messages it wants to communicate (notably the need for close ties between France, Germany and the UK and greater cohesion in Europe).

Meetings

In 2017, the Club of Three delivered four meetings: a Working Session, a Plenary meeting and two more informal events:

1. Discussion with Henri de Castries, Paris – February 2017. The first meeting of 2017 involved around 30 participants from France, Germany and the UK. The meeting was held at the British Embassy in Paris and the keynote address was delivered by Henri de Castries (former Chairman and CEO of AXA and President of the Institut Montaigne). The discussion focused on some of the major socio-economic challenges facing Europe.

2. Plenary meeting, Washington D.C. – June 2017. Some 60 senior figures from business, politics, the media and academia in France, Germany, the UK and the US gathered in Washington D.C. on 9-10 June for the annual Plenary meeting of the Club of Three. The purpose was to take stock of the transatlantic relationship in a fast-changing global context and to discuss the role that 'the Three' and the new US administration could play together in the world.

3. Working Session on Digitalisation, Berlin – November 2017. The Working Session that took place in Berlin in November involved some 50 senior figures from industry, technology companies, politics and the media in France, Germany and the UK. The meeting focused on the radical transformations that digitalisation were bringing about in Western societies and explored the opportunities and risks associated with highly-connected cities.

4. Fireside Chat with Sir Ivan Rogers, London – December 2017. Sir Ivan Rogers (former UK Ambassador to the EU) gave a keynote address on the topic of Brexit in front of a group of 25 participants from France, Germany and the UK. Sir Ivan offered his views on the ongoing UK-EU negotiations and what could be expected during the course of 2018.

Reports

Four meeting reports were published during the course of 2017:

1. Europe in turbulent times: politics, business and populism
(Published in February 2017)

2. The Three and America – Where Are We Four?
(Published in July 2017)

3. Europe in 2030: Successfully Managing Digitalisation
(Published in December 2017)

4. Fireside Chat with Sir Ivan Rogers on Brexit – Summary of Discussions
(Published in December 2017)

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TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

Blog articles

In addition to reports, 11 blog articles were published on the Club of Three website:

1. For a new Bretton Woods on Social Issues

Bernard Spitz, January 2017

2. Europeans must stand firm against disruptive politics

Sergey Lagodinsky, March 2017

3. On trade and security

Rebecca Harding, March 2017

4. French politics has never been so unpredictable

Anne-Elisabeth Moutet, April 2017

5. Emmanuel Macron and France's revival

Bernard Spitz, April 2017

6. Now the FN has lost, Macron must win hearts and minds

François Le Goff, May 2017

7. Germany and Europe

Jürgen Krönig, May 2017

8. The UK can still stop a hard Brexit

Philippe Legrain, June 2017

9. Eberhard Von Koerber: a committed European

François Le Goff, August 2017

10. Macron's Europe speech offers Britain a glimpse of hope

François Le Goff, September 2017

11. Technology and inequality

Douglas McWilliams, October 2017

Light-touch educational role

One of the objectives of the Club of Three is to take its work beyond meeting participants, mainly through its website and Twitter account. This "light-touch" educational role aims to improve understanding of European and international relations among a wider audience. In order to achieve this, meeting reports and blog articles are released on social networks (Twitter) in addition to being published on the Club of Three website.

As far as the website is concerned (www.clubofthree.org), the largest group of users are from the UK, followed by Germany and France. They tend to be younger than meeting participants and work in academia and think tanks.

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TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

Press coverage

Club of Three meetings are subject to the Chatham House Rule, which contributes to its reputation as a safe space for debating the major threats and challenges of our time in a frank and open manner. This restricts the publication of news and opinion articles in the European press, since neither statements nor affiliations can be disclosed.

Despite these restrictions, the Club of Three occasionally encourages the publication of articles directly inspired from its meetings. In 2017, Jochen Buchsteiner (UK Political Correspondent for German newspaper Frankfurter Allgemeine Zeitung – FAZ) wrote a comment piece following the Fireside Chat with Sir Ivan Rogers. The article, entitled "Großbritannien muss klären, was es will", drew on some of the remarks made by the former UK Ambassador to the EU about the difficulties that Britain was going to face during the second phase of Brexit negotiations in 2018 and the need to clarify the end goal. It was published on 10 December 2017, three days after the meeting with Sir Ivan Rogers. FAZ has 1,170,000 daily online readers and its daily circulation in Germany (print) is 382,499 copies.

SPONSORS AND PARTNERS

The Robert Bosch Stiftung and Airbus remained the programme's main core sponsors in 2017. Other partners were also involved in order to ensure the success of meetings held during the course of the year. The Plenary meeting in Washington D.C. was organised in collaboration with the Atlantic Council which provided the venue and contributed towards some of the costs. The British and French embassies also provided in-kind support.

The main event partner for the Working Session on digitalisation in Berlin was German publishing company Axel Springer who kindly hosted the Saturday sessions at its Plug and Play Accelerator and arranged a buffet lunch for the participants. The British Ambassador Sir Sebastian Wood also kindly gave a reception on the Friday evening.

The Club of Three is very grateful for the support of these organisations. These partnerships greatly enhanced its programme of activities overall.

MAIN OUTCOMES

During the course of 2017, Club of Three meetings addressed some of the key socio-economic and geopolitical challenges facing Europe, and Western societies more broadly. The issue of Brexit was discussed multiple times throughout the year, notably in Washington D.C. shortly after the UK general election results and in December during the Fireside Chat with Sir Ivan Rogers as the first phase of negotiations with the EU was coming to a close.

The Plenary meeting's focus on transatlantic relations showed that, despite current uncertainties over its future relationship with the EU, the UK continued to play an important role alongside France and Germany in discussions about the place of Europe in the world and strategy vis-à-vis major partners such as the US.

Furthermore, a new topic with major implications for France, Germany and the UK was explored in 2017: digitalisation. The meeting with Henri de Castries in Paris and the Working Session in Berlin exposed the scale of the task ahead for Europe in its efforts to manage the socio-economic consequences of the digital transformation and to be a serious contender in the global technology race.

Surveys and individual feedback from participants were very positive and showed that they greatly valued the quality of discussions and speakers. What they learnt from meetings had an important influence on their thinking and improved their understanding of the issues at the stake to a great extent. Through social media and online publication of meeting reports and blog articles, the Club of Three also shared key messages (e.g. building bridges between nations and the need for greater cohesion in Europe) with a wider audience.

TRIALOGUE EDUCATIONAL TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

FUTURE PLANS

The Club of Three will continue to run its annual programme of activities in 2018 and beyond, thanks to the support of the Robert Bosch Stiftung, Airbus and several other event sponsors. Two meetings on smart cities looking at the digitalisation challenge from a city-level perspective will be held next year: a half-day workshop in March and larger conference in London in the autumn. A second Plenary on Europe and America will also follow from the Washington D.C meeting. It will be held in Paris in late spring. There will be at least one more meeting on a European theme.

FINANCIAL REVIEW

The total incoming resources for the year were £308,475 (2016: £2,167,512). The principal reason for the drop in income was the migration of counter extremism related work to a new charitable entity - the Institute for Strategic Dialogue.

Reserves Policy

The Trustees closely monitor the level of free reserves available to ensure there is sufficient financial flexibility in place. It is the Trustees' policy to accumulate reserves for future activities. The reserves available as at 31st December 2017 were £76,537 (2016: £46,185). It is the intention of the Trustees to work towards building a reserve of 3 months' administration costs in the following financial year. The Board remain satisfied that the organisation is a Going Concern.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Trialogue Educational Trust has a board of Trustees that meets twice a year. It was previously operating as the Institute for Strategic Dialogue (ISD) until the end of 2016 when ISD's counter extremism work was transferred to a separate unincorporated charity, the Institute for Strategic Dialogue (charity number 1141069). The Club of Three, which was previously part of ISD's 'Europe in the World' pillar, remains in the Trust. All other 'Europe in the World' programmes have come to an end and Club of Three activities are the only area of work undertaken under the Trust.

The Club of Three is now a fully independent entity operating under the Trialogue Educational Trust. It has a London-based secretariat headed by François Le Goff under the leadership of Michael Maclay, Chairman of the Board of Trustees. The two other Trustees are Rowan Barnett and Lord Turner of Ecchinswell.

The Club of Three also relies on the support and advice of a Steering Group made up of 14 senior figures from France, Germany and the UK. Its members help to identify potential donors to support the Club of Three's annual programmes of activities and provide advice on future projects and objectives. The Secretariat is also supported by Sarah Kennedy, the Trialogue Educational Trust Secretary, who provides legal and financial assistance.

The Charity was formed under a Deed of Trust dated 8th June 1999. The management of the charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed. The Members may appoint any person who is able and willing to act as a new or additional Trustee. In selecting persons to be appointed as Trustees, the Trustees shall take into account the benefits of appointing a person who is able by virtue of his or her personal or professional qualifications to make a contribution to the pursuit of the objects of the management of the Charity.

Future Trustees shall be appointed for a period of three years by a resolution of the Trustees. Trustees may be reappointed at the end of their term of office. The Board keeps minutes of all proceedings at meetings of the Charity and the Board including the names of those present at each such meeting.

Over the course of this year the Trustees continued to implement a comprehensive risk management strategy for the Charity, in accordance with Charity Commission guidelines. This includes a regular/annual review of all risks to which the Trust is exposed and the establishment of policies and procedures to mitigate the risk, including the sourcing of a comprehensive insurance policy.

The trustees who served during the year were:

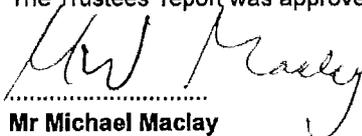
TRIALOGUE EDUCATIONAL TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

Lord Turner of Ecchinswell	
Mr Michael Maclay (Chairman)	
Mr Rowan Barnett	(Appointed 6 March 2018)
Professor Peter Baldwin	(Resigned 6 March 2018)
Professor Roland Berger	(Resigned 6 March 2018)
Dr Mathias Döpfner	(Resigned 6 March 2018)
Mr Stuart Fiertz	(Resigned 6 March 2018)
Mr Francis Finlay	(Resigned 6 March 2018)
Field Marshal the Lord Guthrie of Craigiebank GCB LVO OBE	(Resigned 6 March 2018)
Baroness Helena Kennedy QC	(Resigned 6 March 2018)
Mr Michael Lewis	(Resigned 6 March 2018)
Sir Michael Pakenham	(Resigned 6 March 2018)
Baroness Patricia Rawlings	(Resigned 6 March 2018)
Lord Simon of Highbury	(Resigned 6 March 2018)

The Trustees' report was approved by the Board of Trustees.



.....
Mr Michael Maclay

Chair of Trustees

Dated: 30/10/18

TRIALOGUE EDUCATIONAL TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF TRIALOGUE EDUCATIONAL TRUST

I report to the trustees on my examination of the financial statements of Trialogue Educational Trust (the charity) for the year ended 31 December 2017.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of FCA, which is one of the listed bodies.

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by 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.

I understand that this has been done in order for financial statements 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.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.



Mr. Paul L. Kutner FCA

Landau Morley LLP
York House
Empire Way
Wembley
Middlesex
HA9 0FQ

Dated: 30th October 2018.

TRIALOGUE EDUCATIONAL TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2017

	Notes	Unrestricted funds £	Restricted funds £	Total 2017 £	Total 2016 £
Income from:					
Charitable activities	2	-	308,474	308,474	2,167,220
Investments	3	1	-	1	292
Total income		1	308,474	308,475	2,167,512
Expenditure on:					
Charitable activities	4	1	278,122	278,123	2,768,794
Net Income/(expenditure) for the year/ Net movement in funds		-	30,352	30,352	(601,282)
Fund balances at 1 January 2017		747	45,438	46,185	647,467
Fund balances at 31 December 2017		747	75,790	76,537	46,185

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

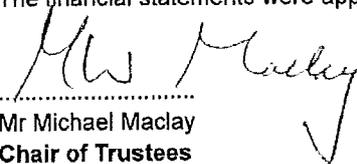
TRIALOGUE EDUCATIONAL TRUST

BALANCE SHEET

AS AT 31 DECEMBER 2017

	Notes	2017 £	£	2016 £	£
Current assets					
Debtors	9	-		255,380	
Cash at bank and in hand		140,363		256,321	
		<u>140,363</u>		<u>511,701</u>	
Creditors: amounts falling due within one year	10	(63,826)		(465,516)	
Net current assets			<u>76,537</u>		<u>46,185</u>
Income funds					
Restricted funds	11		75,790		45,438
Unrestricted funds			747		747
			<u>76,537</u>		<u>46,185</u>

The financial statements were approved by the Trustees on 30/10/18


.....
Mr Michael Maclay
Chair of Trustees

TRIALOGUE EDUCATIONAL TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

1 Accounting policies

Charity information

Through the Club of Three, the Triologue Educational Trust works with leaders in government, business, civil society and academia in France, Germany, the UK and across Europe in order to develop cross-border responses to the major geo-strategic, social and economic challenges of our time.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, 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 UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties 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 financial statements, 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 financial statements.

1.3 Charitable funds

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.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Incoming resources

Income is recognised when the charity 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.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

TRIALOGUE EDUCATIONAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

1 Accounting policies

(Continued)

1.5 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management carried out at the Headquarters.

Charitable activities and Governance costs are costs incurred on the charity's educational operations, including support costs and costs relating to the governance of the charity apportioned to charitable activities.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

1.6 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

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 the charity 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.

TRIALOGUE EDUCATIONAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

1 Accounting policies

(Continued)

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 payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

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

1.8 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.9 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease.

2 Charitable activities

	2017	2016
	£	£
Club of Three	183,599	222,618
Legacy ISD projects	124,875	1,595,562
Core	-	349,040
	<u>308,474</u>	<u>2,167,220</u>
Analysis by fund		
Unrestricted funds	-	349,040
Restricted funds	308,474	1,818,180
	<u>308,474</u>	<u>2,167,220</u>

TRIALOGUE EDUCATIONAL TRUST

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

3 Investments

	2017	2016
	£	£
Interest receivable	1	292

4 Charitable activities

	Club of Three £	Legacy ISD projects £	Core £	Total 2017 £	Total 2016 £
Staff costs	80,098	(25,580)	25,580	80,098	742,635
Travel costs - staff	7,677	-	-	7,677	78,228
Travel costs - participants	23,025	-	-	23,025	153,780
Occupancy costs	29,107	-	-	29,107	53,740
Project communications	-	-	-	-	26,584
UK travel and hospitality	411	-	-	411	12,842
Outside professional services	2,562	(960)	-	1,602	362,119
Project cost-share and grants	-	-	-	-	22,000
Office costs	760	-	-	760	-
	<u>143,640</u>	<u>(26,540)</u>	<u>25,580</u>	<u>142,680</u>	<u>1,451,928</u>
Grant funding of activities (see note 5)	-	170,882	(25,579)	145,303	462,577
Share of support costs (see note 6)	(9,860)	-	-	(9,860)	854,289
	<u>133,780</u>	<u>144,342</u>	<u>1</u>	<u>278,123</u>	<u>2,768,794</u>

5 Grants payable

	Legacy ISD projects £	Core £	Total £	2016 £
Grants to institutions:				
Transfer of all counter extremism work to Institute for Strategic Dialogue	170,882	(25,579)	145,303	462,577

The Charity made the above grant to the Institute of Strategic Dialogue (a related company) which represented the culmination of a migration process for all counter extremism related work to a new entity. Refer to the Trustees' Report for more details.

TRIALOGUE EDUCATIONAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

6 Support costs	Support costs	2017	2016
	£	£	£
Staff costs	-	-	349,063
Depreciation	-	-	20,404
Travel costs (staff)	-	-	66,563
Occupancy costs	-	-	224,225
Office costs	-	-	51,751
UK travel and hospitality	-	-	11,981
Outside professional services	-	-	144,990
Exchange gain	(9,860)	(9,860)	(14,688)
	<u>(9,860)</u>	<u>(9,860)</u>	<u>854,289</u>

7 Trustees

The trustees have not received any remuneration during the year.

In the course of their duties as trustees, payments were made to Lord Turner of Ecchinswell (£1,403) and to Michael Maclay (£659) as re-imbursments of travel expenses.

8 Employees

Number of employees

The average monthly number employees during the year was:

2017	2016
Number	Number
2	25
<u>2</u>	<u>25</u>

Employment costs

	2017	2016
	£	£
Wages and salaries	80,098	1,091,698
	<u>80,098</u>	<u>1,091,698</u>

The number of employees whose annual remuneration was £60,000 or more were:

	2017	2016
	Number	Number
In the band £110,001 - £120,000	-	1
	<u>-</u>	<u>1</u>

TRIALOGUE EDUCATIONAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

9 Debtors	2017	2016
	£	£
Amounts falling due within one year:		
Other debtors	-	255,380
	<u> </u>	<u> </u>

10 Creditors: amounts falling due within one year	2017	2016
	£	£
Other creditors	63,811	459,876
Accruals and deferred income	15	5,640
	<u> </u>	<u> </u>
	<u>63,826</u>	<u>465,516</u>

Other creditors include the following amounts due to related parties:

	2017	2016
	£	£
Institute for Strategic Dialogue (a related charitable company)	<u>45,927</u>	<u>399,540</u>

11 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

Balance at 1 January 2017	Movement in funds		Balance at 31 December 2017
	Incoming resources	Resources expended	
£	£	£	£
45,438	308,474	(278,122)	75,790
<u> </u>	<u> </u>	<u> </u>	<u> </u>

12 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total
	£	£	£
Fund balances at 31 December 2017 are represented by:			
Net current assets	722	75,815	76,537
	<u> </u>	<u> </u>	<u> </u>
	<u>722</u>	<u>75,815</u>	<u>76,537</u>