

THE EIGHTY EIGHT FOUNDATION
(Registered Charity Number: 1149797)

TRUSTEES' ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR TO 31 MARCH 2018

THE EIGHTY EIGHT FOUNDATION
TRUSTEES' ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR TO 31 MARCH 2018

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THE EIGHTY EIGHT FOUNDATION
TRUSTEES' ANNUAL REPORT
FOR THE YEAR TO 31 MARCH 2018

The trustees present their report and the independently audited financial statements of The Eighty Eight Foundation ("the trust" or "the charity") for the year to 31 March 2018. These have been prepared in accordance with the accounting policies set out on pages 12 to 14 and comply with the charity's trust deed and applicable law.

The financial statements comply with the Charities Act 2011, the Charity's trust deed dated 15 November 2012 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 - SORP (FRS 102).

1. REFERENCE AND ADMINISTRATIVE DETAILS

The Eighty Eight Foundation, registered charity number 1149797, is based and administered in the United Kingdom. The registered address is Eighth Floor, 6 New Street Square, New Fetter Lane, London EC4A 3AQ.

Trustees

The names of the trustees who served throughout the year and continue to serve at the date of the report's approval are:

Edward Fitzmaurice
Bella Ann Fitzmaurice
Claude Slatner
Stuart John Walker
Neelish Christopher Heredia

Accountants

Rawlinson & Hunter
Eighth Floor, 6 New Street Square, New Fetter Lane, London, EC4A 3AQ

Independent Auditor

Rawlinson & Hunter Audit LLP
Eighth Floor, 6 New Street Square, New Fetter Lane, London, EC4A 3AQ

Solicitors

Withers LLP
16 Old Bailey, London, EC4M 7EG

Bankers

Barclays Bank Plc
Barclays House, Victoria Street, Douglas, Isle of Man, IM99 1AJ

Investment Managers & Custodians

Barclays Bank Plc
1 Churchill Place, Canary Wharf, London, E14 5HP

UBS Wealth Management
5 Broadgate, London, EC2M 2QS

THE EIGHTY EIGHT FOUNDATION
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2. STRUCTURE, GOVERNANCE AND MANAGEMENT

The charity was established by a Declaration of Trust dated 15 November 2012 and is an unincorporated charitable trust governed by the proper law of England and Wales and registered as a charity with the Charity Commission.

The entire resources of the charity have been unrestricted throughout the period and the trustees have complete discretion for the use of the funds in pursuance of the trust's objectives.

The management of the charity is conducted solely by the trustees.

The trustees' investment powers are unrestricted.

The trustees shall hold at least two meetings in each calendar year.

Induction and Training

Should new trustees be appointed a formal induction process will be conducted by the trustees. Other trustee training is undertaken on an informal basis. All trustees are aware of their legal duties and obligations in respect of the management of the charity, including in relation to the protection of its assets.

Pay policy for senior staff

The trustees comprise the key management personnel of the charity who are in charge of directing and controlling, running and operating the charity on a day to day basis.

All trustees give their time freely and no trustee received remuneration in the year. Details of trustees' expenses and related party transactions are disclosed in the notes to the financial statements. There are no staff other than the trustees.

Trustees' Responsibilities Statement

The trustees are responsible for preparing the 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 trustees to prepare financial statements for each financial 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 these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the charities SORP 2015 (FRS 102);
- 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 financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements 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 charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE EIGHTY EIGHT FOUNDATION**TRUSTEES' ANNUAL REPORT****FOR THE YEAR TO 31 MARCH 2018****2. STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)****Disclosure of information to Auditor**

In so far as the trustees are aware:

- there is no relevant audit information of which the charity's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Internal Controls

The trustees have overall responsibility for ensuring that the charity has appropriate systems of internal controls. They are also responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps towards the prevention and detection of fraud.

The system of internal controls is designed to provide reasonable, but not absolute, assurance against material misstatement or loss.

Risk Management and Governance

A risk assessment has been undertaken which comprises:

- an annual review of the risks the charity may face;
- the establishment of systems and procedures to mitigate those risks; and
- the implementation of procedures designed to minimise any potential impact on the charity should those risks materialise.

This continuing process will identify risk areas to which the trust is vulnerable and highlight any necessary safeguards that will need to be put in place. No major risks were identified at the date of these financial statements.

The trustees have signed fit and proper declarations in line with HMRC guidance.

In addition, the Trustees have taken due consideration of Good Governance – A Code for the Voluntary and Community Sector, ensuring that the six main principles of the Code are adhered to. These are:

- Understanding the Trustees' role.
- Doing what the organisation was set up to do.
- Working effectively.
- Control.
- Behaving with integrity.
- Openness and accessibility.

The Trustees recognise that good governance plays an essential part in securing the future of the charity and confirm that the said main principles of the Code are followed by them in leading, directing and managing the charity.

THE EIGHTY EIGHT FOUNDATION**TRUSTEES' ANNUAL REPORT****FOR THE YEAR TO 31 MARCH 2018****3. OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT**

The objectives of the charity are such exclusively charitable purposes as the trustees may in their absolute discretion determine.

The charity is established for general charitable purposes and will operate as a grant making charity, supporting charitable projects, organisations and individuals with grants of varying sizes and durations.

For the time being the trustees' focus is supporting education, cancer and dementia research and care, Irish underprivileged and age concerns and exceptional underprivileged artists and photographers.

The trustees may use the income and the capital of the charity in promoting the objectives.

Statement of Public Benefit

The trustees are aware of the Charity Commission guidance on Public Benefit and confirm that they have complied with the duty in Section 4 of the Charities Act 2011 to have due regard to it. They consider the information which follows in this annual report, about the trust's aims, activities and achievements in the areas of interest that the trust supports, demonstrates the benefit to its beneficiaries and through them to the public, which arise from those activities.

4. ACHIEVEMENT AND PERFORMANCE**Investments**

The assets of the charity consist principally of investments and cash and these are recorded on the Balance Sheet at their market value on that date as detailed in Note 6 to the accounts. Any increase or decrease over cost of the restatement of these values is recorded in the Statement of Financial Activities.

Charitable Activities

Charitable Activities include direct charitable expenditure in the year and governance costs.

During the year, the trustees pledged donations totalling £4,825,003 (2017 - £655,848) to 9 (2017 - 14) charitable organisations. All grants were paid in line with the policies set out in section 3 of this report, Objectives and Activities for the public benefit. A full list of grants made during the period is shown in Note 4. The accounting treatment in respect of grants is in line with that set out in section 7 of SORP (FRS 102).

Governance costs of £10,213 (2017 - £13,232) were incurred during the year, and are included in Charitable Activities.

5. FINANCIAL REVIEW**Incoming Resources & Resources Expended**

Incoming resources totalled £5,152,453 (2017 - £210,251) from donations, investment income and Gift Aid reclaims as detailed in Notes 2 and 3 to the accounts.

Investment income is shown gross of investment management costs. Charity SORP (FRS 102) prescribes that investment management costs, when incurred, are separately accounted for under resources expended and more specifically under costs of raising funds.

THE EIGHTY EIGHT FOUNDATION
TRUSTEES' ANNUAL REPORT
FOR THE YEAR TO 31 MARCH 2018

5. FINANCIAL REVIEW (continued)

Fundraising

The trustees have referred to the Code of Fundraising Practice ("the Code") which were developed during the year by the fundraising community through the work of the Institute of Fundraising and Public Fundraising Association, and the Guidance on Charities and Fundraising issued by the Charity Commission ("CC20") and the Charities (Protection and Social Investment) Act 2016 ("the Act"). They confirm that the Code, CC20 and the Act have no impact on the charity as it does not engage in any public fundraising activities.

Investment policy and performance

The trustees' investment powers are unrestricted. In April 2014, the trustees engaged Barclays Wealth and Investment Management to manage a tranche of the trust's assets. The trustees selected a moderate risk investment profile, which remains unchanged.

During the year ended 31 March 2017 the charity's portfolio was diversified with £7m of assets transferred from Barclays to UBS under a new investment mandate dated 3 December 2016. The trustees selected a balanced risk strategy which remains unchanged post year end. Both investment managers have been asked to invest in ethical funds.

The assets were further diversified in the current period by receipt of a gift of Hastings PLC shares with a value of £1,662,000. By 31 March 2018 these had depreciated by 5.56%.

Over the financial year the charity's investment portfolio with Barclays grew by 0.75% and since inception the investment portfolio has provided a positive annualised return of 5.72%.

Over the financial year the charity's investment portfolio with UBS grew by 1.33% in its first year since initial investment.

Reserves Policy

The trustees have examined the charity's requirements for resources in light of the main risks to the organisation and have no outstanding commitments or cash demands that are not adequately covered by existing resources. The net assets of the charity regarded as free reserves and the available funds at 31 March 2018 will be retained to make grants in accordance with the charity's charitable objects and any policies.

The trustees consider that the freely expendable funds are appropriate and adequately taking into account plans for grants to be awarded in the future and therefore have at present not designated any specific reserves. However, the trustees will keep this under constant review. In future years a specific reserves policy will be adopted.

The balance held as unrestricted funds as at 31 March 2018 was £13,371,047 (2017 - £13,031,818).

THE EIGHTY EIGHT FOUNDATION
TRUSTEES' ANNUAL REPORT
FOR THE YEAR TO 31 MARCH 2018

6. GRANT MAKING POLICY

The charity has been established to provide grants for purposes that are exclusively charitable under the law of England and Wales. The charity has established sound grant arrangements so that it can properly select appropriate grantees and impose prudent terms on grants, including, as appropriate, requiring monitoring and evaluation of the way in which funds are applied by grantees.

The charity identifies worthy causes through its own research, the use of specialist research companies like NPC or the philanthropy units of UBS and Barclays. The potential charities are interviewed to ensure that they meet the objectives of the Eighty Eight Foundation and due diligence and referencing is undertaken at this stage. Once the potential charities are selected to progress to discussion by the trustees they need to submit a written proposal, showing how the grant will be spent, the phasing of the funds and the frequency and type of reporting. If the grant is for more than £10,000 then this process is followed and the Board of Trustees then discuss and decide if approval should be given. A master control plan coordinated when grants should be made and when reports are due. For grants of less than £10,000, the full board and submission paper is not needed for approval.

7. PLANS FOR THE FUTURE

The trustees do not currently propose to deviate from the current objectives and activities of the trust as detailed in section 3, of this report.

8. AUDITOR

It will be proposed that at the next trustee meeting that Rawlinson & Hunter Audit LLP be reappointed as the auditor to the trust for the ensuing year.

Approved by the trustees on
and signed on their behalf by:

Edward Fitzmaurice

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E Fitzmaurice

...28 January 2019

REPORT OF THE INDEPENDENT AUDITOR
TO THE TRUSTEES OF THE
THE EIGHTY EIGHT FOUNDATION

Opinion

We have audited the financial statements of The Eighty Eight Foundation ("the charity") for the year ended 31 March 2018 which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2018 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Trustees' Annual Report and Financial Statements, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

REPORT OF THE INDEPENDENT AUDITOR
TO THE TRUSTEES OF THE
THE EIGHTY EIGHT FOUNDATION (continued)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 2, the trustees are responsible for the preparation of financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of this report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. 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 auditor's 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.

Rawlinson & Hunter – 28 January 2019

Rawlinson & Hunter Audit LLP
Statutory Auditor and Chartered Accountants

Eighth Floor, 6 New Street Square
London, EC4A 2AQ

Rawlinson & Hunter Audit LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

THE EIGHTY EIGHT FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR TO 31 MARCH 2018

	Page	Unrestricted Funds 2018 £	Unrestricted Funds 2017 £
Incoming from			
Investments (note 3)	14	239,043	203,893
Deposit Interest		741	3,362
Voluntary income (note 2)	14	4,912,669	2,996
Total income		<u>5,152,453</u>	<u>210,251</u>
Expenditure on			
Charitable activities (note 4)	15	4,651,050	730,143
Cost of raising funds (note 5)	16	81,566	121,983
Total expenditure		<u>4,732,616</u>	<u>852,126</u>
Net income/(expenditure) before net gains/(losses)		<u>419,837</u>	<u>(641,875)</u>
Net (loss)/gain on investments (note 6)	16	(59,370)	1,483,470
Realised (loss)/gain on currency exchange		(21,238)	8,333
		<u>(80,608)</u>	<u>1,491,803</u>
Net movement on funds	11	339,229	849,928
Resources brought forward at 1 April 2017		<u>13,031,818</u>	<u>12,181,890</u>
Resources carried forward at 31 March 2018	10	<u><u>£ 13,371,047</u></u>	<u><u>£ 13,031,818</u></u>

There are no recognised gains or losses other than those included in the statement of financial activities.

All incoming resources and resources expended derive from continuing activities.

THE EIGHTY EIGHT FOUNDATION

BALANCE SHEET

AT 31 MARCH 2018

	Page	Unrestricted Funds 2018 £	Unrestricted Funds 2017 £
Fixed Assets			
Investments & cash under management (note 6)	16	14,971,915	13,919,478
Current Assets			
Debtors (note 7)	16	10,098	257,693
Cash at bank (note 8)	17	2,290,583	149,450
		<u>2,300,681</u>	<u>407,143</u>
Creditors - amounts falling due within one year (note 9)	17	<u>(1,801,836)</u>	<u>(743,913)</u>
Net current assets		<u>498,845</u>	<u>(336,770)</u>
Total assets less current liabilities		15,470,760	13,582,708
Creditors - amounts falling due after more than one year (note 10)	17	<u>(2,099,713)</u>	<u>(550,890)</u>
Net Assets		<u>£ 13,371,047</u>	<u>£ 13,031,818</u>
Represented by:			
Unrestricted funds - Capital Fund	9	<u>£ 13,371,047</u>	<u>£ 13,031,818</u>

Approved by the Trustees on
And signed on their behalf by:

Edward Fitzmaurice

.....
E Fitzmaurice

...29 January 2019

THE EIGHTY EIGHT FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2018

	Page	2018 £	2017 £
Net Cash Flow from Operating Activities			
Net incoming resources	9	339,229	849,928
Less: Investment income		(239,043)	(203,893)
Less: Deposit interest		(741)	(3,362)
Net loss/(gain) on investment assets		59,370	(1,483,470)
Decrease/(increase) in debtors		247,595	(87,980)
Increase in creditors		2,606,746	176,738
Loss/(gain) on foreign currency		21,238	(8,333)
Net cash generated from/(used in) operating activities		3,034,394	(760,372)
Cash flows from investing activities			
Investment income	14	239,043	203,893
Deposit interest		741	3,362
Purchase of investments	16	(5,349,086)	(11,689,481)
Proceeds from sale of investments	16	4,155,947	11,930,875
Net cash (used in)/generated from investing activities		(953,355)	448,649
Net increase/(decrease) in cash for the year		<u>£ 2,081,039</u>	<u>£ (311,723)</u>
Reconciliation of net cash flow to movement in net funds			
Net cash resources at 1 April 2017		506,698	810,088
Increase/(decrease) in cash		2,081,039	(311,723)
Foreign exchange movements		(21,238)	8,333
Net cash resources at 31 March 2018		<u>£ 2,566,499</u>	<u>£ 506,698</u>
Analysis of net funds:			
Cash held in investment portfolio	16	275,916	357,248
Cash at Bank	17	2,290,583	149,450
		<u>£ 2,566,499</u>	<u>£ 506,698</u>

THE EIGHTY EIGHT FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 MARCH 2018

1. ACCOUNTING POLICIES

The Eighty Eight Foundation (“the trust” or “the charity”), registered charity number 1149797, is based and administered in the United Kingdom. The registered address is Eighth Floor, 6 New Street Square, New Fetter Lane, London EC4A 3AQ. The nature of the charity’s operations and principal activities are set out in the Trustees’ Annual Report.

The financial statements have been prepared under the historical cost convention modified to include the revaluation of investment assets and in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with The Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015. The trust constitutes as a public benefit entity as defined by Charities SORP FRS 102.

The financial statements are presented in sterling which is the functional currency of the trust.

Status of Funds

The entire resources of the funds are unrestricted and the trustees have complete discretion for their use in pursuance of the charity’s objectives.

Fixed asset investments

Investments are included at closing mid-market value at the balance sheet date. Realised gains and losses on investments are recognised on disposal of investments and any gain or loss on revaluation is taken to the Statement of Financial Activities (SOFA). The determination of any gains and losses is calculated by reference to the value of such assets at the beginning of the accounting period.

Incoming resources

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

Voluntary donations include donations under Gift Aid with the associated tax credits included when receivable. Interest from deposit accounts is included when receivable.

Resources expended

Expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure.

Direct charitable expenditure comprises grants and donations made during the year together with the recognition of certain commitments made by the trustees. Governance costs are included within charitable expenditure. These costs relate to the general running of the trust as opposed to the management functions inherent to generating funds. Such costs can include external audit, legal advice and costs associated with constitutional and statutory requirements.

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are recognised at transaction value, except where settlement is delayed, in which case the transaction is recognised at the present value of the settlement amount.

THE EIGHTY EIGHT FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 MARCH 2018

1. ACCOUNTING POLICIES (continued)

Foreign currency

Assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. Transactions denominated in foreign currencies are converted at the rate of exchange ruling at the date of the transaction. All translation differences are taken to the statement of financial activities as they arise.

Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised as expenditure.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. Bank overdrafts, when applicable, are shown within borrowings in current liabilities. Cash held by investment managers for investing is treated as part of the investment portfolio.

Provisions

Provisions are recognised when the charity has an obligation at the Balance Sheet date as a result of a past event, it is probable that an outflow of economic benefit will be required in settlement and the amount can be reliably estimated.

Grants payable (note 11) are recognised at present value, where settlement is due over more than one year at the balance sheet date, there are no unfulfilled conditions under the control of the trust performance that would permit the trust to avoid making the future payment(s), settlement is probable and the effect of discounting is material. The discount rate used is a rate of 3% and is regarded by the trustees as providing the most current available estimate of the cost of money reflecting the time value of money to the trust.

Taxation

The charity is not subject to any taxes on its charitable activities. Irrecoverable VAT is charged to the Statement of Financial Activities ("SOFA") when the expenditure to which it relates is incurred and allocated.

Going Concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the levels funds held and the level of income and expenditure, together with the level of reserves for the charity, to be able to continue as a going concern.

Judgements and key sources of estimated uncertainty

In preparing these financial statements, the trustees have to make judgements on how to apply the charity's accounting policies and make estimates about the future. The critical judgement that has been made at arriving at the amounts recognised in the financial statements and the key area of estimation uncertainty that has a significant risk of causing a material adjustment to the carrying value of assets and liabilities in the next financial year is discussed below:

- Liabilities falling due after more than 1 year

THE EIGHTY EIGHT FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 MARCH 2018

1. ACCOUNTING POLICIES (continued)

- i) The trustees have assumed an applicable discount rate (interest rate) of 3% per annum at 31 March 2018 to discount the future cash flows relating to grants payable to the present value. A higher discount rate would result in a lower discounted liability value being presented as a liability. A lower discount rate would result in a higher discounted liability value being presented as a liability in these financial statements; and
- ii) have estimated the grant payment dates based on their expectation of when the recipient will call on the cash. A longer period would result in a higher discount and a lower liability value being presented as a liability in these financial statements. A shorter period would result in a lower discount and a higher liability value being presented as a liability in these financial statements.

2. VOLUNTARY INCOME

Page	2018	2017
	£	£
Donations	4,262,668	-
Gift Aid Relief	650,000	-
Supplementary interest	1	133
UK Income Tax Recoverable	-	2,863
	<hr/>	<hr/>
9	£4,912,669	£ 2,996
	<hr/>	<hr/>

3. INVESTMENT INCOME

Quoted securities

UK and overseas quoted securities income	238,041	199,061
Accrued interest charges	1,002	4,832
	<hr/>	<hr/>
9	£ 239,043	£ 203,893
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THE EIGHTY EIGHT FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 MARCH 2018

4. CHARITABLE ACTIVITIES	Page	2018 £	2017 £
The following grants were awarded to charitable institutions during the period to 31 March 2018			
UCD Foundation – €3,182,427 (<i>Reg Charity No CHY12448</i>)		2,795,537	-
The Sutton Trust (<i>Reg Charity No 1146244</i>)		816,300	80,000
UBS Optimus Foundation – Shine (<i>Reg Charity No 1153537</i>)		600,166	-
The Silver Line (<i>Reg Charity No 1147330</i>)		200,000	-
UBS Optimus Foundation – Think Equal (<i>Reg Charity No 1153537</i>)		200,000	-
North London Cares (<i>Reg Charity No 1153137</i>)		200,000	-
Other UK donations		13,000	15,000
The LINK South Africa (overseas) (<i>Reg Charity No 022-105NPO</i>)		-	150,000
City Year (<i>Reg Charity No 1131350</i>)		-	120,000
Photographer's Gallery (<i>Reg Charity No 262548</i>)		-	127,500
Irish Museum of Modern Art (overseas)		-	85,789
Shine (<i>Reg Charity No 1082777</i>)		-	71,666
Other Overseas charitable grants		-	5,893
Finance (income)/expense arising on discounting long term grant commitments		(224,531)	11,824
Loss on revaluations of foreign currency commitments		23,737	49,240
Total grants committed at present value		4,624,209	716,912
Charity consultants		15,960	-
Trustees meeting expenses		668	-
		4,640,837	716,912
Governance Costs			
Accountancy fees		5,658	8,580
Audit fees		4,500	4,500
Bank charges		55	151
Total Charitable Activities	9	£ 4,651,050	£ 730,143

Included in Other UK donations made above are charitable grants totalling £12,500 (2017 - £14,000) made to registered charities and £500 (2017 - £1,000) made to unregistered charitable projects in the UK.

There are no employees other than the trustees.

THE EIGHTY EIGHT FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
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	Page	2018 £	2017 £
5. COST OF RAISING FUNDS			
Investment management fees	9	£ 81,566	£ 121,983
		<u> </u>	<u> </u>
6. FIXED ASSET INVESTMENTS (AT MARKET VALUE)			
Quoted investments within the United Kingdom		4,902,992	3,705,571
Quoted investments outside the United Kingdom		9,793,007	9,856,659
		<u> </u>	<u> </u>
		14,695,999	13,562,230
Cash held as part of portfolio		275,916	357,248
		<u> </u>	<u> </u>
Total investments and cash under management	10	£14,971,915	£ 13,919,478
		<u> </u>	<u> </u>
Net realised (loss)/gain on investments		(20,206)	765,819
Net unrealised (loss)/gain on investments		(39,164)	717,651
		<u> </u>	<u> </u>
Net (losses)/gain on investments	9	£ (59,370)	£ 1,483,470
		<u> </u>	<u> </u>
Investments and cash under management			
Market value at 1 April 2017		13,562,230	12,320,154
Additions at cost		5,349,086	11,689,481
Disposals		(4,155,947)	(11,930,875)
Net realised investment (loss)/gain		(20,206)	765,819
Net unrealised investment (loss)/gain		(39,164)	717,651
		<u> </u>	<u> </u>
Market Value at 31 March 2018		£14,695,999	£ 13,562,230
		<u> </u>	<u> </u>
Historical Cost at 31 March 2018		£13,982,467	£ 12,454,185
		<u> </u>	<u> </u>
7. DEBTORS			
Accrued Income		6,486	31,403
UK Tax Recoverable		3,612	6,475
Gift Aid Reclaim		-	-
Investment purchases		-	219,815
		<u> </u>	<u> </u>
	10	£ 10,098	£ 257,693
		<u> </u>	<u> </u>

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	Page	2018 £	2017 £
8. CASH AT BANK			
Barclays Wealth Reserve Account		1,396,892	137,374
Barclays Wealth Account		893,691	12,076
	10	<u>£ 2,290,583</u>	<u>£ 149,450</u>
9. CREDITORS - Amount falling due within one year			
Donations commitments (note 11)		1,758,020	451,856
Accountancy fees		11,058	13,680
Audit fees		9,000	9,000
Investment management fees		23,758	31,691
Investment purchases		-	237,686
	10	<u>£ 1,801,836</u>	<u>£ 743,913</u>
10. CREDITORS - Amount falling due after more than one year			
Donations commitments (note 11)	10	<u>£ 2,099,713</u>	<u>£ 550,890</u>

Included above is an amount of £483,746 (2017 - £nil) due after more than 5 years by instalments.

11. CHARITABLE ACTIVITIES – GRANTS PAYABLE

During the period to 31 March 2018, a commitment was granted to the University College Dublin Foundation (£2,795,537) payable over 18 years. Further commitments were made to the UBS Optimus Fund for Shine (£600,166), UBS Optimus Fund for Think Equal (£200,000), the Sutton Trust (four projects totalling £816,300), the Silver Line (£200,000) and North London Cares (£200,000), all of which are payable over two years. All grants due in more than one year, including those awarded in previous years, have been discounted to present value at the year end.

At 31 March 2018 commitments discounted to present value of £3,857,733 were outstanding, of which £1,758,020 (note 9) falls due within one year and £2,099,713 (note 10) due after one year.

12. RELATED PARTY TRANSACTIONS

During the year ended 31 March 2018 one trustee donated funds totalling £4,262,668 to the charity on which Gift Aid relief has been claimed (2017 - nil).

No trustees received any remuneration during the period to 31 March 2018.

13. ULTIMATE CONTROLLING PARTY

The ultimate controlling party are the trustees.

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14. FINANCIAL INSTRUMENTS	Page	2018 £	2017 £
The carry amounts of the charity's financial instruments are as follows:			
<i>Financial assets</i>			
Measured at fair value through SOFA:			
- Fixed asset quoted investments	16	14,695,999	13,562,230
- Cash under management	16	275,916	357,248
- Cash at bank and in hand	17	2,290,583	149,450
Measured at amortised cost:			
- Debtors	16	10,098	251,218
<i>Financial liabilities</i>			
Measured at amortised cost			
- Creditors & accruals due within one year	17	43,816	292,057
The income, expenses, net gains and net losses attributable to the charity's financial instruments are summarised as follows:			
<i>Income and expense</i>			
Measured at fair value through SOFA:			
Net (losses)/gains (including changes in fair value)	9	(80,608)	1,491,803