

THE CARROLL-MARX CHARITABLE FOUNDATION

ANNUAL REPORT AND TRUSTEE'S FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2018

REGISTERED CHARITY NUMBER: 212605

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## THE CARROLL-MARX CHARITABLE FOUNDATION

### TRUST INFORMATION

#### Trustee

The Trustee of the Fund who served during the year is as follows:

Sequent (U.K.) Limited

Registered Office:

1 King William Street  
London  
EC4N 7AF

Directors:

A J H Penney  
S Stevenson  
T Archard  
E Bruwer (Appointed 04/06/2019)

#### Independent Examiner

C D Jeffreys, FCCA

#### Bankers

Rothschild Bank International Limited  
PO Box 58  
St. Julians Court  
St. Peter Port  
Guernsey  
GY1 3BP

Barclays Bank PLC  
PO Box 41  
Le Marchant House  
Le Truchot  
St Peter Port  
Guernsey  
GY1 3BE

Barclays Wealth  
1 Churchill Place, 16th Floor  
Canary Warf  
London  
E14 5HP

#### Investment Brokers

Barclays Wealth  
155 St. Vincent Street  
Glasgow  
G2 5NN

## THE CARROLL-MARX CHARITABLE FOUNDATION

### REPORT OF THE TRUSTEE FOR THE YEAR ENDED 31ST DECEMBER 2018

The Trustee presents herewith the report and financial statements for The Carroll-Marx Charitable Foundation for the year ended 31st December 2018. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's trust deed, 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) published on 16 July 2014.

#### Status and objects of the Charity

The Carroll-Marx Charitable Foundation is a Settlement Trust governed by the Trust deed dated 4th February 1960. The Trust is a Registered Charity, Number 212605.

The Trust provides donations for such charitable purposes in any part of the world at such time or times and in such manner as the Trustee shall, in their absolute discretion, think fit.

The Trustees confirm that they have had due regard to the guidance issued by the Charity Commission on public benefit – "Public benefit: reporting (PB3)".

#### Trustee

The name of the Trustee who served during the year is set out on Page 1.

#### Review of the year

During the year, actual charitable donations totalling £17,000 were made. At year-end, the Trust held net assets of £1,017,398.

#### Investment objectives

The investment objective is to obtain capital growth by the way of non-taxable appreciation and to generate income for charitable donations. The return on investments continues to provide these resources.

#### Risks faced by the Charity

The Trustee recognises the volatility of the stock market and has consistently maintained a broadly-based portfolio. The shares are largely 'low risk' and highly regarded.

#### Statement of Trustee Responsibilities

The Trustee is required to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Trust and of the surplus or deficit of the Trust for that period. In preparing those financial statements, the Trustee is required to:-

select suitable accounting policies and then apply them consistently;

observe the methods and principles of the Charities SORP;

make judgements and estimates that are reasonable and prudent;

state whether applicable accounting standards have been followed subject to any material departures disclosed and explained in the financial statements; and

prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Trust will continue in the near future.

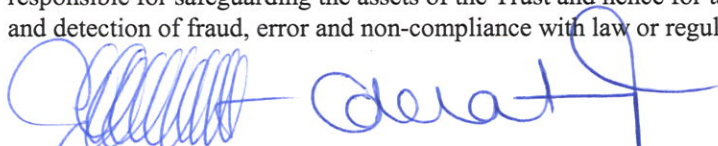
THE CARROLL-MARX CHARITABLE FOUNDATION

REPORT OF THE TRUSTEE FOR THE YEAR ENDED 31ST DECEMBER 2018 - continued.

Reserves Policy

The Trustee aims to maintain sufficient reserves to enable the Charity to sustain its charitable donation activity at the current level and, if possible, to increase it.

The Trustee is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Trust and to enable compliance with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. The Trustee is also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud, error and non-compliance with law or regulations.



AUTHORISED SIGNATORIES

Sequent (U.K.) Limited  
1 King William Street  
London  
EC4N 7AF

Telephone: 02038 742 893

THE CARROLL-MARX CHARITABLE FOUNDATION

INDEPENDENT EXAMINER'S REPORT  
TO THE TRUSTEE OF THE CARROLL-MARX CHARITABLE FOUNDATION

I report to the trustees on my examination of the accounts of the Carroll-Marx Charitable Foundation ("the Foundation") for the year ended 31 December 2018.

Responsibilities and Basis of Report

As the trustee of the Foundation you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

I report in respect of my examination of the Foundation's accounts carried out under section 145 of the Act and, in carrying out my examination, I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent Examiner's Statement

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

- the accounting records were not kept in accordance with section 130 of the Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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 accounts to be reached.



C D Jeffreys, FCCA  
Independent Examiner  
Crossways Centre, Braye Road  
Vale, Guernsey, GY3 5PH

Date: 22 October 2019

THE CARROLL-MARX CHARITABLE FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES  
(Incorporating the Income and Expenditure account)  
for the year ended 31st December 2018

	Note	2018 £	2017 £
Income From:			
Income from Investments	1	43,253	22,401
Bank interest		---	65
Total Income		<u>43,253</u>	<u>22,466</u>
Expenditure on:			
Expenditure on Charitable Activity	6	17,000	24,500
Governance costs	2	<u>16,846</u>	<u>16,663</u>
Total Expenditure		<u>(33,846)</u>	<u>(41,163)</u>
Net gain/(loss) on investments	3	<u>(71,437)</u>	<u>67,492</u>
Net Movement in Funds		(62,030)	48,795
Balances brought forward at 1st January		<u>1,079,428</u>	<u>1,030,633</u>
Balances carried forward at 31st December		<u><u>£1,017,398</u></u>	<u><u>£1,079,428</u></u>

The notes on pages 7 – 10 form part of these financial statements.

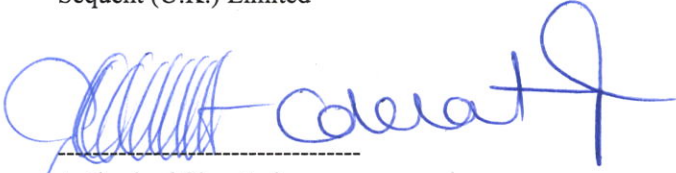
THE CARROLL-MARX CHARITABLE FOUNDATION

BALANCE SHEET  
as at 31st December 2018

	Note	2018 £	2017 £
<b>Fixed Assets</b>			
Investments	3	928,309	950,791
<b>Current Assets</b>			
Cash at bank and in hand		94,951	134,173
<b>Current Liabilities</b>			
Amounts falling due within one year	4	<u>(5,862)</u>	<u>(5,536)</u>
<b>Net Current Assets</b>		<u>89,089</u>	<u>128,637</u>
<b>Net Assets</b>		<u><u>£1,017,398</u></u>	<u><u>£1,079,428</u></u>
<b>Funds:</b>			
Unrestricted Funds:			
Capital Fund	5	802,675	876,502
Income Fund	5	<u>214,723</u>	<u>202,926</u>
		<u><u>£1,017,398</u></u>	<u><u>£1,079,428</u></u>

The financial statements were approved by the Trustee, on  
and were signed for and on behalf of:  
Sequent (U.K.) Limited

21 October 2019

  
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Authorised Signatories

The notes on pages 7 to 10 form part of these financial statements.



## THE CARROLL-MARX CHARITABLE FOUNDATION

### NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31st December 2018

#### 1. PRINCIPAL ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the Trust's financial statements:-

##### Accounting Convention

The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) issued on 16th July, 2014 ("the Charities SORP (FRS102)") and The Charities Act 2011.

The Carroll-Marx Charitable Foundation meets the definition of a public benefit entity under FRS 102.

The Trustee has applied Update Bulletin 1 issued by the Charities Commission on 2nd February, 2017 which exempts the charity from the need to prepare a Statement of Cash Flows.

##### Going Concern

In the opinion of the Trustee the foundation is able to settle all its obligations as they fall due, and to meets its charitable objectives for the foreseeable future. Accordingly, the accounts have been prepared on the basis of a going concern.

##### Investments

Investments are stated at market value. Profits or losses on the realisation of investments and unrealised changes in market value are shown in the Statement of Financial Activities. Foreign currency gain and losses are recorded as realised/unrealised investment movements.

##### Investment income

Investment income is included on a receipts basis.

THE CARROLL-MARX CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - Contd.  
For the year ended 31st December 2018

Interest

Interest is included on a receipts basis.

Expenses

Expenses are included on an accruals basis.

2. ANALYSIS OF GOVERNANCE COSTS

	2018 £	2017 £
Trustee's fees (including administration)	13,056	12,371
Investment management fees	2,390	2,862
Bank charges	50	80
Examiner's fees	1,350	1,350
	<u>£16,846</u>	<u>£16,663</u>

3. INVESTMENTS

	2018 £	2017 £
Market Value 1st January	950,791	877,776
Additions	48,955	29,520
Disposals	---	(23,997)
Net gain/(loss) on investments	<u>(71,437)</u>	<u>67,492</u>
Market Value at 31st December	<u>£928,309</u>	<u>£950,791</u>

Net gain/(loss) on investments comprises:

Unrealised gain (loss) on investments	(71,437)	65,617
Realised gain on investments	<u>---</u>	<u>1,875</u>
	<u>(71,437)</u>	<u>67,492</u>

THE CARROLL-MARX CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS – contd.  
For the year ended 31st December 2018

BREAKDOWN OF INVESTMENTS	2018		2017	
	£ Cost	£ Market Value	£ Cost	£ Market Value
Ordinary shares	917,912	928,309	868,957	950,791
	<u>£917,912</u>	<u>£928,309</u>	<u>£868,957</u>	<u>£950,791</u>

INVESTMENTS WHICH ACCOUNT FOR MORE THAN 5% OF THE PORTFOLIO

	2018		2017	
	£ Cost	£ Market Value	£ Cost	£ Market Value
Barclays Charity Distribution GBP	917,912	928,309	868,957	950,791

4. CREDITORS	2018 £	2017 £
Income:		
Sequent (U.K.) Limited: Administration fees	3,930	3,585
Collenette Jones Limited: Examiners fees	1,350	1,350
Capital:		
Barclays Management Fee	<u>582</u>	<u>601</u>
Total Creditors	<u>£5,862</u>	<u>£5,536</u>

THE CARROLL-MARX CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS – contd.  
For the year ended 31st December 2018

5. FUNDS	2018 £	2017 £
<u>Capital</u>		
Balance brought forward	876,502	811,872
Net gain on sale of investments	---	1,875
Difference on revaluation	(71,437)	65,617
Expenses	(2,390)	(2,862)
	<u>£802,675</u>	<u>£876,502</u>
Balance carried forward		
<u>Income</u>		
Balance brought forward	202,926	218,761
Income	43,253	22,466
Expenses	(14,456)	(13,801)
Donations	(17,000)	(24,500)
	<u>£214,723</u>	<u>£202,926</u>
Balance carried forward		
6. SCHEDULE OF DONATIONS	2018 £	2017 £
<u>INCOME ACCOUNT</u>		
Council of Christians and Jews – 05.09.18	5,000	---
The Holocaust Educational Trust – 11.10.18	7,000	---
World Jewish Relief – 21.11.18	5,000	---
RHS Special Events Ltd – 07.02.2017 (Chq reversal 23.08.16)	---	(2,000)
RHS Special Events Ltd – 20.02.2017	---	2,000
World Jewish Relief – 22.02.17	---	8,000
The Council of Christians and Jews – 04.09.17	---	3,500
The Holocaust Educational Trust – 03.10.17	---	5,000
World Jewish Relief – 11.12.17	---	8,000
	<u>£17,000</u>	<u>£24,500</u>

7. TRANSACTIONS WITH RELATED PARTIES

During the year ended 31 December 2018, amounts totalling £13,056 (2017: £12,371) were invoiced by Sequent (U.K.) Limited for the provision of trustee and administration services. Amounts totalling £3,930 (2017: £3,585) were outstanding at the year-end.

Also during the year ended 31 December 2018, an amount of £1,350 (2017: £1,350) was agreed as payment to Colleenette Jones Limited for the provision of services of C D Jeffreys as Independent Examiner. This amount was outstanding at the year-end.

## Schedule I - Portfolio Assets Valuation and Turnover

### Portfolio Summary

Category	Portfolio Type	Portfolio Reference / Name	Book Value	Fair Value	Realised Gain / (Loss)	Unrealised Gain / (Loss)
			GBP	GBP	GBP	GBP
<b>Bankable Financial Assets</b>						
	<b>Investment Portfolios</b>					
		PF004 / 511910946 / Carroll-Marx C/F - Barclays Wealth/Gerrard Inv p/f	920,834	931,231	-	10,397
		<b>Total Investment Portfolios</b>	<b>920,834</b>	<b>931,231</b>	<b>-</b>	<b>10,397</b>
	<b>Current Cash Accounts</b>					
		PF001 / 040450 / Carroll-Marx Charitable Fdn. - RBI Cash Account	92,029	92,029	-	-
		<b>Total Current Cash Accounts</b>	<b>92,029</b>	<b>92,029</b>	<b>-</b>	<b>-</b>
		<b>Total Bankable Financial Assets</b>	<b>1,012,863</b>	<b>1,023,260</b>	<b>-</b>	<b>10,397</b>
		<b>Total Non-Bankable and Bankable Assets</b>	<b>1,012,863</b>	<b>1,023,260</b>	<b>-</b>	<b>10,397</b>

## Schedule I - Portfolio Assets Valuation and Turnover

### Analysis by Asset Classification

Category - Portfolio Type - Portfolio Reference / Name	Money Market	Fixed Income	Equities	Commodities	Hedge Funds	Real Estate	Multi Asset Funds	Alternative Investments	Private Equities	Total
	GBP	GBP	GBP	GBP	GBP	GBP	GBP	GBP	GBP	GBP
<b>Bankable Financial Assets</b>										
<b>Current Cash Accounts</b>										
PF001 / 040450 / Carroll-Marx Charitable Fdn. - RBI Cash Account	92,029									92,029
<b>Investment Portfolios</b>										
PF004 / 511910946 / Carroll-Marx C/F - Barclays Wealth/Gerrard Inv p/f	2,922	-	-			-	928,309			931,231
<b>Total</b>	<b>94,951</b>	<b>-</b>	<b>-</b>			<b>-</b>	<b>928,309</b>			<b>1,023,260</b>

## Schedule I - Portfolio Assets Valuation and Turnover

### Detailed Analysis

Portfolio		Asset Name				Book Value	Fair Value/ Proceeds from Sale	Realised	Book Value	Fair Value/ Proceeds from Sale	Realised	Unrealised
Type	Name	Date	Detail	Nominal	Asset	CCY	CCY	Gain / (Loss)	GBP	GBP	Gain / (Loss)	Gain / (Loss)
								CCY			GBP	GBP
<b>Investment Portfolios</b>												
PF004 / 511910946 / Carroll-Marx C/F - Barclays Wealth/Gerrard Inv p/f												
Barclays Charity Fund GB00BBBTRH80												
Price GBP 1.209 (31.12.17)												
	31.12.2017		Balance B/fwd	786,427.58	GBP		868,957.22	950,790.94		868,957.22	950,790.94	81,833.72
	27.03.2018		Purchase	10,995.00	GBP		12,479.33	-	-	12,479.33	-	-
	07.12.2018		Purchase	32,165.00	GBP		36,475.11	-	-	36,475.11	-	-
Price GBP 1.119 (31.12.18)												
	31.12.2018		Total	829,587.58	GBP		917,911.66	928,308.50	-	917,911.66	928,308.50	10,396.84
Barclays/Gerrard Ltd GBP BNK												
	31.12.2018		Total		GBP		-	-	-	-	-	-
Barclays/Gerrard Ltd GBP BNK												
	31.12.2018		Total		GBP		2,922.15	2,922.15	-	2,922.15	2,922.15	-
PF004 / 511910946 / Carroll-Marx C/F - Barclays Wealth/Gerrard Inv p/f Total									920,833.81	931,230.65	-	10,396.84

## Schedule I - Portfolio Assets Valuation and Turnover

### Detailed Analysis

Portfolio		Asset Name				Book Value	Fair Value/ Proceeds from Sale	Realised	Book Value	Fair Value/ Proceeds from Sale	Realised	Unrealised
Type	Name	Date	Detail	Nominal	Asset			Gain / (Loss)			Gain / (Loss)	Gain / (Loss)
					CCY	CCY	CCY	CCY	GBP	GBP	GBP	GBP
<b>Current Cash Accounts</b>												
PF001 / 040450 / Carroll-Marx Charitable Fdn. - RBI Cash Account												
NMR CI GBP BNK												
		31.12.2018	Total		GBP	51,507.10	51,507.10	-	51,507.10	51,507.10	-	-
NMR CI GBP BNK												
		31.12.2018	Total		GBP	40,521.84	40,521.84	-	40,521.84	40,521.84	-	-
PF001 / 040450 / Carroll-Marx Charitable Fdn. - RBI Cash Account Total									92,028.94	92,028.94	-	-
Grand Total									1,012,862.75	1,023,259.59	-	10,396.84



Schedule II- Portfolio Income & Expenses

Portfolio Summary

Category	Portfolio Type	Portfolio Reference / Name	Gross Income	Expenses	Tax	Net Income
			GBP	GBP	GBP	GBP
Bankable Financial Assets						
	Investment Portfolios					
		PF004 / 511910946 / Carroll-Marx C/F - Barclays Wealth/Gerrard Inv p/f	43,252.96	-	-	43,252.96
		Total Investment Portfolios	43,252.96	-	-	43,252.96
	Total Bankable Financial Assets		43,252.96	-	-	43,252.96
	Total Non-Bankable and Bankable Assets		43,252.96	-	-	43,252.96

## Schedule II- Portfolio Income & Expenses

### Financial Assets Summary

Category	Type	Portfolio Reference / Name	Money Market	Fixed Income	Equities	Commodities	Hedge Funds	Real Estate	Multi Asset Funds	Alternative Investments	Private Equities	Total
			GBP	GBP	GBP	GBP	GBP	GBP	GBP	GBP	GBP	GBP
<b>Bankable Financial Assets</b>												
	<b>Investment Portfolios</b>											
		PF004 / 511910946 / Carroll-Marx C/F - Barclays Wealth/Gerrard Inv p/f	-	-	-	-	-	-	43,252.96	-	-	43,252.96
	<b>Total</b>		-	-	-	-	-	-	<b>43,252.96</b>	-	-	<b>43,252.96</b>

## Schedule II- Portfolio Income & Expenses

### Financial Assets - Detailed Analysis

Portfolio Type	Portfolio Reference/Name	Date	Detail	Ccy	Gross Income	Collection Charges	Tax	Net Income	Gross Income	Collection Charges	Tax	Net Income
					CCY	CCY	CCY	CCY	GBP	GBP	GBP	GBP
<b>Investment Portfolios</b>												
	PF004 / 511910946 / Carroll-Marx C/F - Barclays Wealth/Gerrard Inv p/f											
	Barclays Charity Fund GB00BBBTRH80											
	01/01/2018	DIV	Dividend	GBP	7,609.79	-	-	7,609.79	7,609.79	-	-	7,609.79
	01/01/2018	DIV	Dividend	GBP	1,797.79	-	-	1,797.79	1,797.79	-	-	1,797.79
	31/01/2018	DIV	Dividend	GBP	3,756.76	-	-	3,756.76	3,756.76	-	-	3,756.76
	31/01/2018	DIV	Dividend	GBP	1,121.45	-	-	1,121.45	1,121.45	-	-	1,121.45
	30/03/2018	DIV	Dividend	GBP	6,007.02	-	-	6,007.02	6,007.02	-	-	6,007.02
	30/03/2018	DIV	Dividend	GBP	44.62	-	-	44.62	44.62	-	-	44.62
	31/03/2018	DIV	Dividend	GBP	1,211.85	-	-	1,211.85	1,211.85	-	-	1,211.85
	31/03/2018	DIV	Dividend	GBP	9.00	-	-	9.00	9.00	-	-	9.00
	31/07/2018	DIV	Dividend	GBP	10,266.02	-	-	10,266.02	10,266.02	-	-	10,266.02
	31/07/2018	DIV	Dividend	GBP	1,917.00	-	-	1,917.00	1,917.00	-	-	1,917.00
	30/10/2018	DIV	Dividend	GBP	1,411.44	-	-	1,411.44	1,411.44	-	-	1,411.44
	30/10/2018	DIV	Dividend	GBP	8,100.22	-	-	8,100.22	8,100.22	-	-	8,100.22
	31/12/2018	Total			43,252.96	-	-	43,252.96	43,252.96	-	-	43,252.96
	Total PF004 / 511910946 / Carroll-Marx C/F - Barclays Wealth/Gerrard Inv p/f								43,252.96	-	-	43,252.96