

LORD AND LADY LURGAN CHARITABLE TRUST
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

PEMBERTON  GREENISH

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LORD AND LADY LURGAN CHARITABLE TRUST CONTENTS

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**LORD AND LADY LURGAN CHARITABLE TRUST
TRUSTEES, OFFICERS AND PROFESSIONAL ADVISERS**

Charity Registration Number 297046

Trustees Simon David Howard Ladd Staughton
Andrew John Francis Stebbings
Diana Sarah Graves
Brendan Beder

Administration Office 45 Cadogan Gardens
London
SW3 2AQ

Solicitors Pemberton Greenish LLP
45 Cadogan Gardens
London SW3 2AQ

Independent Examiner Hillier Hopkins LLP
Chartered Accountants & Registered Auditors
Dukes Court
32 Dukes Street
London
SW1Y 6DF

Investment Advisors Cazenove Capital Management
12 Moorgate
London EC2R 6DA

Bankers CafBank Limited
Kings Hill
West Malling
Kent ME19 4TA

**LORD AND LADY LURGAN CHARITABLE TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2014**

The Trustees submit their annual report and financial statements for the year ended 31 December 2014 in accordance with the trust deed and other statutory requirements. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (2005) in preparing the annual report and financial statements of the Charity.

The Lord and Lady Lurgan Charitable Trust was founded by Deed of Trust dated 3 June 1987. Lady Lurgan died on 5 July 1996 and the residue of her Estate was bequeathed to the Charitable Trust.

The objects of the charity

The Trustees may make particular gifts or grants in favour of all or any of the following charitable objects:

- (i) the relief and medical care of aged persons
- (ii) medical research and in particular cancer research and the publication of the useful results of such research
- (iii) the advancement of education including education in the arts for the public benefit by the establishment of educational and artistic bursaries
- (iv) any other exclusively charitable purpose or purposes as the Trustees may in their absolute discretion decide.

Policy and activities

In applying the yearly income of the Charity, the Trustees have a policy aimed at the particular personal interests of both the late Lord and Lady Lurgan. Arts and Music as one of those interests continues to be reflected and grants were made to the Junior Fellowships of the Royal College of Music In funding the junior fellowship a bursary of £10,800 for David Smith, piano accompanist and others.

Grants are not made to individuals. The grants made to United Kingdom charities include medical causes with an emphasis on research. Grants are also given to charities in Northern Ireland.

Grants paid in the year to United Kingdom charities are divided between the following categories:

	2014	2013
Arts and Music / (Training and Education)	49,668.00	33,750.00
Elderly	2,000.00	4,850.00
Medical	3,000.00	8,000.00
Deafness/Blindness	1,000.00	12,500.00
Hospices	5,840.00	2,084.00
Disabled	5,000.00	8,000.00
Northern Ireland	9,240.00	8,710.00
	<hr/>	<hr/>
Total	£75,748.00	£77,894.00
	<hr/>	<hr/>

The charity receives a large number of applications many of which fall outside of the policy adopted by the Trustees. The Trustees meet at least twice annually to consider applications and review the grants already awarded.

It is intended that approximately one quarter of the funds available will be distributed to charities in South Africa, where Lord and Lady Lurgan spent the latter part of their lives.

**LORD AND LADY LURGAN CHARITABLE TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2014**

Financial Review

The gross annual income of the Charity was £21,584 (2013 – £21,918), the net decrease in funds was £87,802 (2013 – £78,360), before realised and unrealised loss of £(44,510) (2013 gain of £144,011).

The Charity's investment portfolio had a total return of 2.2% in the year (2013 – 19.32%). The investment benchmarks have been set at 20:80, fixed interest: equities, but the managers have discretion either side of the benchmarks. At the balance sheet date the allocation was 82.4% (2013 – 87.3%) equities and 17.6% (2013 – 12.7%) cash, fixed interest and alternatives.

Under the governing document the Trustees have wide powers of investment and are not subject to the imposition of any restrictions. The investments are managed for the Trustees by Cazenove Capital Management on a discretionary basis. The investments are held in the investment managers' nominee name.

Risk identification

The Trustees have identified major risks to which the charity is exposed. These risks have been reviewed and systems have been established to mitigate these risks.

Grants

Grants of £92,383 (2013 – £82,894) were approved during the year, representing 9.6% (2013 -9.%) of assets as at 31 December 2014.

Administration

The current trustees are as stated on page 1. Pemberton Greenish LLP, on behalf of the Trustees, undertakes the day to day functions relating to the administration of the charity, its finances and the administration of the grants and grant applications.

Reserves and future commitments

In accordance with the wishes and intentions of the late Lord and Lady Lurgan the endowment that has been bequeathed to the charity which although technically expendable has been to retain as a long term Endowment Fund to provide the income which will be expended in achieving the objects of the charity. The Trustees have adopted a strategy to maintain a minimum annual charitable expenditure at 7% of the charity's assets based on the value at the previous balance sheet date. It is not anticipated that the Trustees will make forward commitments that they will not be able to meet out of anticipated total return in accordance with this policy.

At 31 December 2014 the Unrestricted Fund was in deficit by £Nil (2013 – £Nil). The Trustees do not consider a specific reserve is appropriate on the basis of the principles they have adopted as set out in this report.

**LORD AND LADY LURGAN CHARITABLE TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2014**

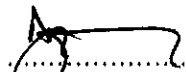
Statement of Trustees' responsibilities

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 & 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;
- 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;
- 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.



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A.J.F. Stebbings
For and on behalf of the Trustees

Date: 2015

LORD AND LADY LURGAN CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

We report on the accounts of the Trust for the year ended 31 December 2014, which are set out on pages 1 to 13.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is our responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

Our examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with our examination, no matter has come to our attention:

(1) which gives us reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 130 of the 2011 Act; and
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act

have not been met; or

(2) to which, in our opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Hillier Hopkins LLP

Chartered Accountants and Registered Auditors
Dukes court,
32 Dukes Street,
London, SW1Y 6DF

Date: 2015

**LORD AND LADY LURGAN CHARITABLE TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2014**

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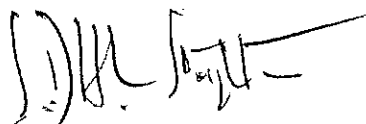
LORD AND LADY LURGAN CHARITABLE TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2014

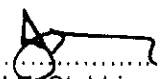
	Note	Endowment Fund	Unrestricted Fund	Total Funds 2014	Total Funds 2013
Incoming resources					
Investment income		-	21,539.24	21,539.24 ✓	21,797.95
Bank interest		-	45.48	45.48 ✓	119.82
Total incoming resources		-	21,584.72	21,584.72	21,917.77
Resources expended					
Charitable activities	2	-	(98,554.97)	(98,554.97)	(89,661.53)
Costs of generating funds	3	(1,231.41)	(4,500.00)	(5,731.41)	(5,577.98)
Governance costs	3	-	(5,100.00)	(5,100.00)	(5,037.96)
Total resources expended		(1,231.41)	(108,154.97)	(109,386.38)	(100,277.47)
Net outgoing resources Before Transfers		(1,231.41)	(86,570.25)	(87,801.66)	(100,277.47)
Transfer between funds		(86,570.25)	86,570.25	-	-
Net outgoing resources Before other recognised gains and losses		(87,801.66)	-	(87,801.66)	(78,359.70)
Realised (loss)/gain on investments		(3,155.65)	-	(3,155.65)	14,697.97
Unrealised (loss)/gain on investments	4	(1,354.24)	-	(1,354.24)	129,313.11
Net movements in funds for the year		(92,311.55)	-	(92,311.55)	65,651.38
Balance brought forward at 1 January 2014		959,593.85	-	959,593.85	893,942.47
Balance at 31 December 2014		£867,282.30	£ -	£867,282.30	£959,592.85


**LORD AND LADY LURGAN CHARITABLE TRUST
BALANCE SHEET
AT 31 DECEMBER 2014**


	Note	2014	2013
Fixed assets			
Investments	4	853,068.54	949,081.35
Current assets			
Cash at bank	5	38,853.76 ✓	11,712.50
Liabilities: amounts falling due within one year	6	(24,640.00)	(1,200.00)
Net current assets		14,213.76	10,512.50
Total net assets		£867,282.30	£959,593.85
Funds			
Endowment Fund		867,282.30	959,593.85
Unrestricted Fund		-	-
Total funds		£867,282.30 ✓	£959,593.85

Approved by the Board of Trustees on2015


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S.D.H.L. Staughton


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A.J.F. Stebbings


.....
Mrs D.S. Graves


.....
B. Beder

LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2014

1. Accounting Policies

(a) Basis of Preparation of the Financial statements

The financial statements have been prepared in accordance with applicable accounting standards and the Statement of Recommended Practice on Accounting and Reporting by Charities: the Charities SORP 2005.

(b) Investments

The financial statements are drawn up under the historical cost convention except that investments are carried at listed market value. The market value is based on the closing middle market price on a recognized stock exchange, with income arising on investments.

2. Charitable Activities

Institutional Grants South Africa	2014	2013
ACFS Community Nutritional Education and Feeding Scheme	1,000.00	-
Arise	1,000.00	-
Avril Elizabeth Home for the Mentally Handicapped	1,635.00	-
Cape Town Opera	3,000.00	500.00
CANSA	1,000.00	-
Forest Town School for Cerebral Palsied Children	1,000.00	-
Oliver's House	2,000.00	-
Sparrow Combined School	1,000.00	-
St James Durban Appeal	2,500.00	-
	<hr/>	<hr/>
The grants to South African charities were paid in Rand	£14,135.00	£500.00
Grants paid to South Africa via UK charities:-		
University of Cape Town Trust	2,500.00	-
Tyume Valley Schools development	-	4,500.00
	<hr/>	<hr/>
Total South Africa grants	£16,635.00	£5,000.00
	<hr/>	<hr/>

LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2014

2. Institutional Grants United Kingdom	2014	2013
Arts and Music / (Training and Education)		
Bampton Classical Opera	-	1,500.00
Central School of Ballet	5,000.00	-
English National Ballet	-	2,000.00
English Touring Opera	2,000.00	-
English National Opera	3,000.00	-
Foundation for Young Musicians	1,600.00	-
Hearing Link	2,000.00	-
Music for People	3,548.00	-
The Musicians Benevolent Fund	2,000.00	2,000.00
National Youth Choir of Great Britain	-	2,500.00
London Symphony Orchestra	2,500.00	-
NMC Recordings	-	2,000.00
Orchestra of the age of Enlightenment	3,000.00	-
Opera Holland Park Friends	-	2,000.00
Pembroke House	2,000.00	-
Rambert Dance Company	5,000.00	5,000.00
Royal College of Music	10,800.00	10,800.00
Royle Northern College of Music	5,000.00	-
Royal Opera House Foundation	-	2,500.00
St Elizabeth's	-	2,000.00
The Theatre Royal Stratford East	-	1,450.00
The Visable Theatre Ensemble	2,220.00	-
Elderly		
Community Relief Project	1,000.00	-
Jackson Lane	-	2,850.00
Lifelites	-	2,000.00
BFA Assisting the Elderly	1,000.00	-
Balance carried forward	51,668.00	38,600.00

LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2014

	2014	2013
Balance brought forward	51,668.00	38,600.00
Institutional Grants United Kingdom (continued)		
Medical		
Action Medical research	-	1,000.00
Alzheimer's Society	-	1,000.00
Arthritis Research UK	-	1,000.00
Bowel Cancer UK	1,000.00	-
The Brain Tumour Charity	-	500.00
Cure Parkinson's Trust	-	3,000.00
Lifelites	2,000.00	
Oesophageal Patients' Association	-	1,500.00
Deafness/Blindness		
Action on Hearing Loss	-	2,000.00
British Deaf Association	-	2,500.00
Cued Speech Association UK	-	2,500.00
Deafblind UK	1,000.00	-
Deafness Research UK	-	3,000.00
Disabled Living Foundation	-	1,500.00
The Elizabeth Foundation	-	1,000.00
Hospices		
Isabel Hospice	-	(1,000.00)
The Pepper Foundation	-	838.00
St Catherine's Hospice	1,840.00	850.00
Hospice of St Francis	2,000.00	-
Thames Hospices	-	1,396.00
Wessex Children's Hospice	2,000.00	-
	<hr/>	<hr/>
Balance carried forward	61,508.00	61,184.00

**LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2014**

	2014	2013
Balance brought forward	61,508.00	61,184.00
Institutional Grants United Kingdom (continued)		
Disabled		
Ambitious about Autism	-	1,000.00
Independence at Home	2,000.00	2,000.00
Motability	1,000.00	-
NIAMH (Northern Ireland Association for Mental Health)	-	5,000.00
Whizz-Kids	2,000.00	-
Northern Ireland		
Arthritis Care (Northern Ireland)	1,195.00	-
Autism NI	1,045.00	-
Cahoot NI	3,000.00	-
Disability Action	-	2,000.00
Girl Guiding Ulster	-	-
Happy Days Children's Charity	2,000.00	-
Live Music Now Northern Ireland	2,000.00	-
The Pushkin Trust	-	3,210.00
Ulster Youth Choir	-	2,000.00
Ulster Youth Orchestra	-	1,500.00
Total United Kingdom grants	<u>75,748.00</u>	<u>77,894.00</u>
Total grants	92,383.00	82,894.00
Support costs	6,171.97	6,767.53
Total Charitable Activities	<u>£98,554.97</u>	<u>£89,661.53</u>

LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2014
(Continued)

3. Allocation of Support Costs

	Cost of Generating Funds	Governance cost	Charitable activities	2014	2013
Administration fees	4,500.00	4,500.00	6000.00	15,000.00	14,400.00
Beder-Friedland fees	-	-	-	-	914.31
Website Maintenance	-	-	171.97	171.97	93.22
Sundry expenses	-	-	-	-	117.96
Independent Examiners fees	-	600.00	-	600.00	600.00
Investment management fees	1,231.41	-	-	1,231.41	1,257.98
	<u>£5,731.41</u>	<u>£5,100.00</u>	<u>£6,171.97</u>	<u>£17,003.38</u>	<u>£17,383.47</u>

4. Investment Assets

	2014	2013
Balance 1 January	937,750.35	749,569.38
Investments purchased	104,726.13	272,891.84
Net investment realisation	(226,598.90)	(214,023.98)
Unrealised (loss)/gain on revaluation	(1,354.24)	129,313.11
Balance at 31 December	<u>814,523.34</u>	<u>937,750.35</u>
Cash held for investment	<u>38,545.20</u>	<u>11,331.00</u>
	<u>£853,068.54</u>	<u>£949,081.35</u>

The book cost of the investments was £664,838 (2013 £737,925)

At 31 December the following investment accounted for more than 5% of the overall portfolio excluding cash:

Capital Financial Managers Trojan S Income Fund	7.08%
Cazenove Equity income fund	17.88%
Cazenove Growth Trust for Charities	16.42%
Findlay Patk FDS American USD Dis	8.93%
First State Asia Pacific Leaders NAV	7.13%
Legg Mason GBL Cap Opps Premium	6.69%
M & G Global Dividend Inc	8.41%
Schroders European Alpha Income Fund	5.47%
Schroders Strategic Credit Fund –C- Distributions	6.48%
Schroders UK Alpha Plus Retail	6.16%
Schroders UK Opportunities Retail Class –c- Income	9.33%

LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2014
(Continued)

5. Cash at Bank	2014	2013
CafBank Limited	39,738.99	11,013.04
Pemberton Greenish	(889.78)	545.18
Cazenove income account	4.55	154.28
	<u>£38,853.76</u>	<u>£11,712.50</u>

6. Creditors	2014	2013
Accountancy charges	600.00	1,200.00
Administration charges	4,200.00	-
Grants payable	19,840.00	-
	<u>£24,640.00</u>	<u>£1,200.00</u>

7. Transactions with the Trustee and Connected Persons

Andrew Stebbings is a partner in the firm of solicitors, Pemberton Greenish LLP, which deals with the administration of the Charity. Mr Andrew Stebbings does not charge for the time he spends on trustee business, but only when specifically instructed to give legal advice. However, Pemberton Greenish LLP does receive fees for dealing with the administration of the Charity for work which is undertaken by individuals within the firm who are not themselves Trustees. The Governing Document contains an express provision authorising remuneration on this basis.

8. Capital Commitments

There were no capital commitments either contracted for or authorised by the Trustees and not contracted for at 31 December 2014 (2013: £nil)