

LORD AND LADY LURGAN CHARITABLE TRUST
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

PEMBERTON  GREENISH

45 Cadogan Gardens
London
SW3 2AQ
Tel 020 7591 3333
Fax 020 7591 3300

LORD AND LADY LURGAN CHARITABLE TRUST

CONTENTS

	Page
Trustees, Officers and Professional Advisers	1
Trustees' Annual Report	2-4
Independent Examiner's Report to the Trustees	5
Statement of Financial Activities	6
Balance Sheet	7
Notes to the Financial Statements	8-13

**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 45 Pall Mall London SW1Y 5JG
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 2015**

The Trustees submit their annual report and financial statements for the year ended 31 December 2015 in accordance with the trust deed and other statutory requirements. The Trustees have adopted the provisions of the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities published on 16 July 2014 and the Charities Act 2011 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:

	2015	2014
Arts and Music / (Training and Education)	30,300.00	49,668.00
Elderly	-	2,000.00
Medical	8,250.00	3,000.00
Deafness/Blindness	4,000.00	1,000.00
Hospices	3,000.00	5,840.00
Disabled	4,000.00	5,000.00
Northern Ireland	10,920.00	9,240.00
	<hr/>	<hr/>
Total	£60,470.00	£75,748.00
	<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 2015**

Financial Review

The gross annual income of the Charity was £20,874 (2014 – £21,584), the net decrease in funds was £83,517 (2014 – £92,311), before realised and unrealised loss of £3,138 (2014 loss of £4,510).

The Charity's investment portfolio had a total return of 1.8% in the year (2014 – 2.2%). 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 80.7% (2014 – 82.4%) equities and 19.3% (2014 – 17.6%) 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 £81,970 (2014 – £92,383) were approved during the year, representing 9.4% (2014 -9.6%) of assets as at 31 December 2015.

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 2015 the Unrestricted Fund was in deficit by £Nil (2014 – £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 2015**

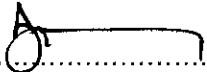
Statement of Trustees' responsibilities

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.


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

Date: 2 November 2016

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 2015, 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: 4 November 2016

**LORD AND LADY LURGAN CHARITABLE TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2015**

	Note	Endowment Fund	Unrestricted Fund	Total Funds 2015	Total Funds 2014
Income and endowments from:					
Investment income		-	20,866.47	20,866.47	21,539.24
Bank interest		-	7.72	7.72	45.48
Total income and endowments		-	20,874.19	20,874.19	21,584.72
Expenditure on:					
Raising funds	3	(1,283.33)	(5,040.00)	(6,323.33)	(5,731.41)
Charitable activities	2	-	(94,431.97)	(94,431.97)	(103,654.97)
Total expenditure		(1,283.33)	(99,471.97)	(100,755.30)	(109,386.38)
Net losses on investments		(3,636.61)	-	(3,636.61)	(4,509.89)
Net income/(expenditure)		(4,919.94)	(78,597.78)	(83,517.72)	(92,311.55)
Transfer between funds		(78,597.78)	78,597.78	-	-
Net movements in funds		(83,517.72)	-	(83,517.72)	(92,311.55)
Balance brought forward at 1 January 2015		867,282.30	-	867,282.30	959,593.85
Balance at 31 December 2015		£783,764.58	£ -	£783,764.58	£867,282.30

LORD AND LADY LURGAN CHARITABLE TRUST
BALANCE SHEET
AT 31 DECEMBER 2015

	Note	2015	2014
Fixed assets			
Investments	5	784,022.40	853,068.54
Current assets			
Cash at bank	6	20,692.18	38,853.76
Liabilities: amounts falling due within one year	7	(20,950.00)	(24,640.00)
Net current assets		(257.82)	14,213.76
Total net assets		£783,764.58	£867,282.30
Funds			
Endowment Fund		783,764.58	867,282.30
Unrestricted Fund		-	-
Total funds		£783,764.58	£867,282.30

Approved by the Board of Trustees on 6 December.....2016

.....
 S.D.H.L. Staughton

.....
 A.J.F. Stebbings

Daria Graves

B. Beder

Mrs D.S. Graves

B. Beder

LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2015

1. Accounting Policies

(a) Basis of Preparation of the Financial statements

The financial statements have been prepared in accordance with applicable accounting standards and Reporting by Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standards for Smaller Entities published on 16/07/14, the Financial Reporting Standards for Smaller Entities (FRSSE), and the Charities Act 2011 and applicable regulations

(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	2015	2014
ACFS Community Nutritional Education and Feeding Scheme	2,500.00	1,000.00
Arise	-	1,000.00
Avril Elizabeth Home for the Mentally Handicapped	1,000.00	1,635.00
Bonteheuwell Disabled Group	1,000.00	-
Boys and Girls Town	2,000.00	-
Cape Town Opera	3,000.00	3,000.00
CANSA	-	1,000.00
Children's Hospital Trust	3,000.00	-
Fikelela Aid Project	2,500.00	-
Forest Farm Centre	2,000.00	-
Forest Town School for Cerebral Palsied Children	-	1,000.00
Oliver's House	-	2,000.00
Princess Alice Adoption Home	1,000.00	-
Sparrow Combined School	1,000.00	1,000.00
St James Durban Appeal	2,500.00	2,500.00
Saleian Institute Youth Project	1,000.00	-
	<hr/>	<hr/>
Total South Africa grants	£21,500.00	£16,635.00
	<hr/>	<hr/>

LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2015

2. Institutional Grants United Kingdom	2015	2014
Arts and Music / (Training and Education)		
Central School of Ballet	-	5,000.00
English National Ballet	5,000.00	-
English Touring Opera	-	2,000.00
English National Opera	2,500.00	3,000.00
Foundation for Young Musicians	-	1,600.00
Help Musicians UK	3,000.00	-
Hearing Link	-	2,000.00
Music for People	-	3,548.00
The Musicians Benevolent Fund	-	2,000.00
National Youth Orchestra of Great Britain	2,000.00	-
London Symphony Orchestra	-	2,500.00
London Philharmonic Orchestra	2,000.00	-
Orchestra of the age of Enlightenment	-	3,000.00
Pembroke House	-	2,000.00
Rambert Dance Company	-	5,000.00
Royal College of Music	10,800.00	10,800.00
Royle Northern College of Music	5,000.00	5,000.00
The Visable Theatre Ensemble	-	2,220.00
Elderly		
Community Relief Project	-	1,000.00
BFA Assisting the Elderly	-	1,000.00
	<hr/>	<hr/>
Balance carried forward	30,300.00	51,668.00

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

	2015	2014
Balance brought forward	30,300.00	51,668.00
Institutional Grants United Kingdom (continued)		
Medical		
Action Cancer	1,750.00	-
Bowel Cancer UK	-	1,000.00
Cure Parkinson's Trust	3,000.00	-
Four Leaf Clover Club	3,500.00	-
Lifelites	-	2,000.00
Deafness/Blindness		
Action on Hearing Loss	2,000.00	-
British Deaf Association	-	-
Cued Speech Association UK	2,000.00	-
Deafblind UK	-	1,000.00
Hospices		
Isabel Hospice	-	-
Longfield	1,000.00	-
St Christopher's Hospice	2,000.00	1,840.00
Hospice of St Francis	-	2,000.00
Wessex Children's Hospice	-	2,000.00
Balance carried forward	45,550.00	61,508.00

LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2015

	2015	2014
Balance brought forward	45,550.00	61,508.00
Institutional Grants United Kingdom (continued)		
Disabled		
Big Splash Trust	1,000.00	-
Independence at Home	-	2,000.00
The National Autistic Society	1,000.00	-
Motability	-	1,000.00
Whizz-Kids	2,000.00	2,000.00
Northern Ireland		
Arthritis Care (Northern Ireland)	-	1,195.00
Autism NI	-	1,045.00
Cause NI	3,320.00	-
Cahoot NI	-	3,000.00
Cancer Fund for Children	2,000.00	-
Happy Days Children's Charity	-	2,000.00
Live Music Now Northern Ireland	-	2,000.00
The Pushkin Trust	1,600.00	-
Ulster Youth Orchestra	2,000.00	-
Solas	2,000.00	-
Total United Kingdom grants	<u>60,470.00</u>	<u>75,748.00</u>
Total grants	81,970.00	92,383.00
Support costs	<u>12,461.97</u>	<u>11,271.97</u>
Total Charitable Activities	<u>£94,431.97</u>	<u>£103,654.97</u>

LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2015
(Continued)

3. Allocation of Support Costs

Cost of Generating Funds	2015	2014
Administration fees	5,040.00	4,500.00
Investment management fees	1,283.33	1,231.41
	<u>£6,323.33</u>	<u>£5,731.41</u>

4. Allocation Charitable Activities

	Governance cost	Charitable activities	2015	2014
Administration fees	5,040.00	6,720.00	11,760.00	10,500.00
Website Maintenance	-	101.97	101.97	171.97
Sundry expenses	-	-	-	-
Independent Examiners fees	600.00	-	600.00	600.00
	<u>£5,640.00</u>	<u>£6,821.97</u>	<u>£12,461.97</u>	<u>£11,271.97</u>

5. Investment Assets

	2015	2014
Balance 1 January	814,523.34	937,750.35
Investments purchased	106,038.61	104,726.13
Net investment realisation	(172,545.75)	(226,598.90)
Unrealised (loss) on revaluation	(2,834.64)	(1,354.24)
	<u>745,181.56</u>	<u>814,523.34</u>
Balance at 31 December	745,181.56	814,523.34
Cash held for investment	38,840.84	38,545.20
	<u>£784,022.40</u>	<u>£853,068.54</u>

The book cost of the investments was £637,300 (2014 £664,838)

LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2015
(Continued)

5. Investment Assets cont'd

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

Capital Financial Managers Trojan S Income Fund	7.95%
Cazenove Equity income fund	10.84%
Cazenove Growth Trust for Charities	5.09%
Findlay Patk FDS American USD Dis	10.51%
First State Asia Pacific Leaders NAV	5.70%
Legg Mason GBL Cap Opps Premium	7.40%
M & G Global Dividend Inc	8.30%
Schroders European Alpha Income Fund	8.28%
Schroders Strategic Credit Fund –C- Distributions	6.97%
Schroders UK Alpha Plus Retail	10.91%
Schroders UK Opportunities Retail Class –C- Income	10.07%
Schroders MM International Fund Class –Z- Income	7.97%

6. Cash at Bank	2015	2014
CafBank Limited	20,687.32	39,738.99
Pemberton Greenish	-	(889.78)
Cazenove income account	4.86	4.55
	<u>£20,692.18</u>	<u>£38,853.76</u>

7. Creditors	2015	2014
Accountancy charges	1,200.00	600.00
Administration charges	-	4,200.00
Grants payable	19,750.00	19,840.00
	<u>£20,950.00</u>	<u>£24,640.00</u>

8. 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.

9. Capital Commitments

There were no capital commitments either contracted for or authorised by the Trustees and not contracted for at 31 December 2015 (2014: £nil)