

THE FOYLE FOUNDATION
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2005

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THE FOYLE FOUNDATIONCOMPANY INFORMATION
FOR THE YEAR ENDED 30TH JUNE 2005

<u>Trustees:</u>	Silas Krendel Michael Smith Kathryn Skoyles
<u>Secretary:</u>	David Hall
<u>Chief Executive:</u>	David Hall
<u>Principal Address and Registered Office:</u>	Rugby Chambers, 2 Rugby Street, London, WC1N 3QU.
<u>Registered Company Number:</u>	4006216 (England and Wales)
<u>Registered Charity Number:</u>	1081766
<u>Accountants:</u>	Callingham Crane, 115 Kingston Road, Leatherhead, Surrey, KT22 7SU.
<u>Independent Auditors:</u>	Mazars LLP, Times House, Throwley Way, Sutton, Surrey, SM1 4JQ.
<u>Legal Advisers:</u>	Withers, 16 Old Bailey, London, EC4M 7EG.
<u>Legal Advisers - Residential Property:</u>	Male and Wagland, 4 Barnett Road, Potters Bar, Hertfordshire, EN6 2QJ.
<u>Legal Advisers - Commercial Property:</u>	Richards Butler, Beaufort House, 15 St. Botolph Street, London, EC3A 7EE.

THE FOYLE FOUNDATIONCOMPANY INFORMATION
FOR THE YEAR ENDED 30TH JUNE 2005
(Continued)Bankers:

C Hoare & Co.,
37 Fleet Street,
London,
EC4P 4DQ.

Investment Managers:

Schroder & Co.,
100 Wood Street,
London,
EC2V 7ER.

Newton Investment Management Limited,
71 Queen Victoria Street,
London,
EC4V 4DR.

Royal London Cash Management Limited,
55 Gracechurch Street,
London,
EC3V 0UF

Investment Portfolio Advisers:

Cambridge Associates Limited,
105 Wigmore Street,
London,
W1U 1QY.

Property Managers:

George Eckert,
66/68 High Road,
East Finchley,
London,
N2 9PP.

Strutt & Parker, (Essex Properties)
Coval Hall,
Chelmsford,
Essex,
CM1 2QF.

THE FOYLE FOUNDATIONREPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30TH JUNE 2005

The Trustees present their report and financial statements for the Foundation for the year ended 30th June 2005 and confirm that they comply with current statutory requirements and the requirements of its governing documents.

HISTORY

The Foundation was formed to implement the charitable provisions of the will of the late Mrs. C.A.L. Batty who died on 8th June 1999.

LEGAL STATUS

The Foundation is a charity constituted as a company limited by guarantee and its governing documents are its Memorandum and Articles of Association. The Foundation's full name, address, company and charity numbers and addresses of its auditors, bankers, legal advisers, investment and property managers are shown on pages 1 and 2.

TRUSTEES

The trustees during the period under review were:

Silas Krendel
Michael Smith
Kathryn Skoyles

PRINCIPAL ACTIVITY AND OBJECTS OF THE FOUNDATION

The Foundation's objects are the promotion of such charitable purposes in accordance with the laws of England and Wales as the Trustees may from time to time determine. There are no specific restrictions imposed on the Trustees as to how they may operate the Foundation.

The assets of the Foundation comprise a substantial property portfolio, quoted investments and cash, all of which are professionally managed on behalf of the Trustees. No fund raising activities have been undertaken, nor are any anticipated.

GRANT MAKING POLICY

The Trustees' policy is to support charities registered in the United Kingdom, whose dominant purpose is to benefit Learning, the Arts and Health. State funded secondary and primary schools will also be eligible but applications from individuals and unregistered organisations will generally not be supported.

ORGANISATION

The Foundation operates from premises in Rugby Street, London, WC1. A full time Chief Executive is employed with administrative support which was strengthened during the year by the appointment of a part-time finance officer. The Foundation's day to day business is conducted by the Chief Executive under the supervision of the Chairman, Silas Krendel. The Trustees meet six to seven times per year to approve grants, review policy and other matters. Applications are scrutinised by the Chief Executive who reports and makes recommendations to the Trustees for their approval. The Foundation operates independently of any other charity or organisation.

THE FOYLE FOUNDATIONREPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30TH JUNE 2005
(Continued)REVIEW OF THE YEAR

The Statement of Financial Activities for the year appears on page 7.

This was the Foundation's third full operational year. The Guidelines were reviewed and updated and the website updated including a listing of all the grants paid out. 1,324 new grant applications were received during the year and, 162 applications were brought forward from the previous year, and 1,405 applications were processed during this period.

The Trustees met six times during the year to consider grant applications. The Trustees approved 266 new grants totalling £6,861,012 in value, some of which will not be paid out until following financial years. A total of 240 grant payments were made amounting to £5,006,152. Of the grants paid out 112 were Arts totalling £2,002,546; 79 were Learning totalling £2,000,418 and 49 were Health totalling £1,003,188.

In addition, The Foundation has made financial commitments to support a number of organisations in the future with grants totalling £3,887,160, subject to Terms and Conditions being met (see note 16).

The Trustees were pleased that the number of grant applications from the English Regions, Scotland, Wales and Northern Ireland had increased as The Foundation has become better known and that consequently the amount in grants to these areas had also increased from the previous year.

PLANS FOR THE FUTURE

The Trustees expect to disburse not more than £5 million in the forthcoming year on grants, including previous grant commitments payable in that year. The grants budget will be kept under review at all times in the light of prevailing economic circumstances.

RESERVES POLICY

The assets that make up the Foundation's funds are unrestricted and are also the Foundation's reserve fund. In addition to careful planning of the cashflow so as to meet all grant commitments, the Trustees seek to maintain in future a minimum cash reserve balance of £4,500,000.

INVESTMENT POLICY AND PERFORMANCE

The property portfolio was revalued at 30th June 2005 and will be revalued annually. There were realised gains within the Foundation's quoted investment portfolios due to the general recovery in stock markets. During the year the Foundation completed the sale of its remaining agricultural land and properties in Essex. The Trustees have continued to review the entire investment portfolio with the assistance of Cambridge Associates, who have been retained as advisers. Consequently, a revised asset allocation strategy has been devised and this will be implemented over the summer and early autumn of 2005. The main changes will involve employing specialist fund managers to manage separate asset classes.

RISK ASSESSMENT

Trustees have considered the risks faced by the Foundation and have put in place systems to manage them, which they monitor. In addition, as part of the annual review of the Foundation, the Trustees and Chief Executive will undertake an in-depth risk assessment exercise.

The Trustees do not believe that the Foundation is subject to any major financial risk in view of its spread of property and quoted investments.

OBLIGATIONS OF THE CHARITY

The Foundation's funds are wholly of an unrestricted nature and are considered to be available and adequate to fulfil all known obligations.

THE FOYLE FOUNDATIONREPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30TH JUNE 2005
(Continued)STATEMENT OF TRUSTEES' RESPONSIBILITIES

Charity law requires the trustees to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the charity and of its income and expenditure for the financial period. In preparing those financial statements the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on a going concern basis unless it is inappropriate to assume that the charity will continue in operation;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the accounts.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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.

AUDITORS

Mazars LLP will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

BY ORDER OF THE BOARD

Silas Krendel - Chairman of the Board

Dated: 13 April 2006

THE FOYLE FOUNDATIONREPORT OF THE INDEPENDENT AUDITORS
TO THE MEMBERS OF THE FOYLE FOUNDATION
FOR THE YEAR ENDED 30TH JUNE 2005

We have audited the financial statements for the year ended 30th June 2005 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and related notes. These financial statements have been prepared under the historical cost convention (as modified by the revaluation of quoted investments and investment property) and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective Responsibilities of Trustees and Auditors

As described in the Statement of Trustees' Responsibilities the trustees, who are also directors of the Foyle Foundation, for the purpose of company law, are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Trustees' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit or if information specified by law regarding Trustees' remuneration and transactions with the charity is not disclosed.

We read the Trustees' Report and consider the implications for our report if we become aware of any apparent misstatements within it.


Basis of Audit Opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the charity's affairs as at 30th June 2005 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Mazars LLP,
Times House
Throwley Way
Sutton
Surrey. SM1 4JQ

Chartered Accountants
Registered Auditors

 18 April 2006

THE FOYLE FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30TH JUNE 2005

	Notes	Unrestricted Funds 2005		Unrestricted Funds 2004
		£	£	£
<u>Incoming Resources</u>				
<u>Donations, Legacies and Similar Incoming Resources:</u>				
Gifts	4	-		57,036
Sundry Income		17,133		14,304
<u>Investment Income and Interest:</u>	5			
Income from Quoted Investments and Interest		1,466,453		1,302,254
Property Portfolio Income		1,646,373		1,502,325
<u>Total Incoming Resources</u>		3,129,959		2,875,919
<u>Less: Resources Expended:</u>				
<u>Charitable Expenditure:</u>				
Costs of activities in furtherance of the Charity's Objects:				
Grants Paid	15	5,006,152		5,134,025
Accruals Brought Forward	15	-		(500,000)
Accrual Carried Forward	15	-		-
		5,006,152		4,634,025
<u>Costs of Generating Funds:</u>				
Property Portfolio Costs	6	466,840		532,721
Investment Management Costs		179,913		126,116
Management and Administration Costs	7	286,590		289,382
<u>Total Charitable Expenditure and Resources Expended</u>			(5,939,495)	(5,582,244)
<u>Net (Outgoing) Resources</u>			(2,809,536)	(2,706,325)
<u>Gains/(Losses) on Investments</u>				
Realised Gains/(Losses) on Quoted Investments	10	1,295,690		(344,087)
Unrealised Gains on Quoted Investments	10	1,934,855		2,488,418
Realised Gains on Investment Property	9	75,721		399,815
Unrealised (Losses)/Gains on Investment Property	9	(1,189,375)		3,070,647
			2,116,891	5,614,793
<u>Net Movement in Funds for the Year</u>			(692,645)	2,908,468
<u>Funds Brought Forward</u>			71,409,498	68,501,030
<u>Funds Carried Forward</u>			70,716,853	71,409,498

The Statement of Financial Activities includes all gains and losses recognised in the period and incorporates the income and expenditure account.

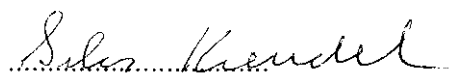
All incoming resources and resources expended derive from continuing activities.

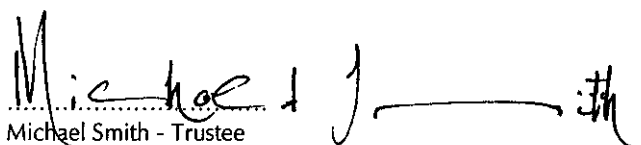
THE FOYLE FOUNDATION

BALANCE SHEET AT 30TH JUNE 2005

	Notes	£	2005	£	2004
					£
<u>Fixed Assets</u>					
Tangible Fixed Assets	8		53,515		61,245
Investments:					
Investment Property	9		39,765,000		41,058,415
Quoted Investments	10		13,709,335		22,881,082
Unquoted Investment	11		7,213		7,213
			<u>53,535,063</u>		<u>64,007,955</u>
<u>Current Assets</u>					
Debtors	12	7,288,139			266,806
Cash at Bank and in Hand	13	15,840,579			11,505,817
		<u>23,128,718</u>			<u>11,772,623</u>
<u>Creditors: Amounts falling due within one year</u>					
Creditors	14	1,746,928			171,080
Loan	14	4,200,000			4,200,000
		<u>5,946,928</u>			<u>4,371,080</u>
			<u>17,181,790</u>		<u>7,401,543</u>
			<u>70,716,853</u>		<u>71,409,498</u>
<u>REPRESENTED BY:</u>					
<u>Unrestricted Funds</u>					
General Fund			51,113,062		51,364,190
Revaluation Reserve			19,603,791		20,045,308
			<u>70,716,853</u>		<u>71,409,498</u>

BY ORDER OF THE BOARD


 Silas Krendel - Trustee


 Michael Smith - Trustee

THE FOYLE FOUNDATION
CASH FLOW STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2005

	<u>2005</u> £	<u>2004</u> £
Net Cash Flow from Operating Activities	(8,246,900)	(3,076,932)
Capital Expenditure	(391)	(3,278)
Acquisitions and Disposals	12,582,053	(775,698)
Increase/(Decrease) in Cash during the Year	<u>4,334,762</u>	<u>(3,855,908)</u>
<u>Reconciliation of Net Cash Flow to</u> <u>Movement in Net Funds</u>		
Increase/(Decrease) in Cash in the Year	<u>4,334,762</u>	<u>(3,855,908)</u>
Change in Net Funds Resulting from Cash Flow	<u>4,334,762</u>	<u>(3,855,908)</u>
<u>Movement in Net Funds in the Year</u>	<u>4,334,762</u>	<u>(3,855,908)</u>
<u>Net Funds at 30th June 2004</u>	<u>11,505,817</u>	<u>15,361,725</u>
<u>Net Funds at 30th June 2005</u>	<u>15,840,579</u>	<u>11,505,817</u>
<u>Reconciliation of Changes in Resources</u> <u>to Net (Outflow) from Operating Activities</u>		
Net (Outgoing) Resources before Revaluations	(2,809,536)	(2,706,325)
Depreciation	8,121	10,698
(Increase)/Decrease in Debtors	(7,021,333)	143,318
Increase/(Decrease) in Creditors	1,575,848	(524,623)
	<u>(8,246,900)</u>	<u>(3,076,932)</u>
<u>Capital Expenditure</u>		
Purchase of Fixed Assets	<u>391</u>	<u>3,278</u>
<u>Acquisitions and Disposals</u>		
Purchases of Quoted Investments	6,459,065	4,519,259
Sales of Quoted Investments	(18,861,357)	(4,908,514)
Purchase of Investment Property	1,059,375	2,390,168
Sales of Investment Property	(1,239,136)	(1,225,215)
	<u>(12,582,053)</u>	<u>775,698</u>

THE FOYLE FOUNDATION

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2005

1. ACCOUNTING POLICIES

a) Basis of Preparation

The financial statements have been prepared under the historical cost convention, with the exception of investment properties and listed investments which are included at market value. The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" published in October 2000 and applicable accounting standards.

The charity has availed itself of Paragraph 3(3) of Schedule 4 of the Companies Act and adapted the Companies Act formats to reflect the special nature of the charity's activities.

b) Company Status

The charity is a company limited by guarantee. The members of the company are Silas Krendel, Michael Smith and Kathryn Skoyles. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member.

c) Fund Accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes. During the period, no funds were designated for any purpose.

d) Incoming Resources

All incoming resources are included in the SOFA when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. For gifts, entitlement is the earlier of the charity being notified of an impending distribution or the gift being received.

e) Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Grants are accrued when approved and the terms and conditions have been met.

Management and administration costs are those incurred in connection with administration of the charity, grant making activities and compliance with constitutional and statutory requirements.

f) Tangible Fixed Assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Leasehold Improvements	-	over two years
Office Equipment	-	25% on reducing balance
Computer Equipment	-	25% on reducing balance

g) Quoted Investments

Investments are stated at market value at the balance sheet date. The SOFA includes the net gains and losses arising on revaluations and disposals throughout the year.

h) Investment Properties

Investment properties are included at market value as disclosed under Note 9. The properties are valued annually.

i) Operating Leases

Rentals under operating leases are charged on a straight line basis over the term of the lease.

THE FOYLE FOUNDATION

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2005
(Continued)

2. STAFF WAGES

	<u>2005</u> £	<u>2004</u> £
Wages	130,937	111,909
Social Security Costs	13,785	12,531
	<u>144,722</u>	<u>124,440</u>

Average number of employees, calculated on a full time basis, analysed by function was:

	<u>2005</u> No.	<u>2004</u> No.
Trustees	3	3
Administration	3	3
	<u>==</u>	<u>==</u>

The number of employees whose emoluments exceeded £50,000 were:

	<u>2005</u> No.	<u>2004</u> No.
£55,001 - £60,000	-	1
£65,001 - £70,000	1	-
	<u>==</u>	<u>==</u>

3. TRUSTEES' REMUNERATION AND EXPENSES

The three Trustees received no remuneration during the year but were reimbursed £5,297 for travel and out of pocket expenses (2004 : £7,214).

4. GIFTS

These represent cash and assets appointed to the Foundation by the Executor of the late Mrs. C.A.L. Batty as follows:

	<u>2005</u> £	<u>2004</u> £
Cash and Debtors	-	57,036
	<u>-</u>	<u>57,036</u>

5. INVESTMENT INCOME AND INTEREST

	<u>2005</u> £	<u>2004</u> £
Income from Quoted Investments	925,986	845,042
Interest Received	540,467	457,212
	<u>1,466,453</u>	<u>1,302,254</u>
Property Portfolio Income	1,646,373	1,502,325
	<u>3,112,826</u>	<u>2,804,579</u>

THE FOYLE FOUNDATION

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2005
(Continued)

6. <u>PROPERTY PORTFOLIO COSTS</u>	<u>2005</u> £	<u>2004</u> £
Repairs, Maintenance and Refurbishment Costs	180,329	268,529
Wages and National Insurance	40,207	25,605
Insurance	25,098	24,461
Council Tax and Water Rates	7,773	4,743
Light and Heat	19,870	16,259
Professional Fees	50,327	50,313
Management Charges	117,022	120,776
Sundry Expenses	14,418	14,192
Bad Debts	11,796	7,843
	<u>466,840</u>	<u>532,721</u>
7. <u>MANAGEMENT AND ADMINISTRATION EXPENSES</u>	<u>2005</u> £	<u>2004</u> £
Accountancy Fees	16,389	24,264
Auditors' Remuneration	13,019	15,510
Legal Fees	22,648	30,117
Office Rent	29,375	29,139
Office Rates, Service Charges and Insurance	11,534	10,486
Staff Costs	152,292	130,904
Trustees Expenses	5,297	7,214
Communication Costs	7,475	7,208
Equipment Maintenance and Computer Support	8,253	8,156
Office Services	9,094	9,713
Miscellaneous	1,951	4,877
Bank Charges	1,142	1,096
Depreciation	8,121	10,698
	<u>286,590</u>	<u>289,382</u>

THE FOYLE FOUNDATION

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2005
(Continued)

8. TANGIBLE FIXED ASSETS

	<u>Leasehold Improvements</u>	<u>Office Furniture and Equipment</u>	<u>Computer Equipment</u>	<u>Total</u>
	£	£	£	£
<u>Cost</u>				
At 1st July 2004	89,092	68,832	33,464	191,388
Purchases in the Year	-	391	-	391
	<u>89,092</u>	<u>69,223</u>	<u>33,464</u>	<u>191,779</u>
<u>Depreciation</u>				
At 1st July 2004	89,092	22,567	18,484	130,143
Charge for the Year	-	4,376	3,745	8,121
	<u>89,092</u>	<u>26,943</u>	<u>22,229</u>	<u>138,264</u>
<u>Net Book Value</u>				
At 30th June 2005	-	42,280	11,235	53,515
	<u>-</u>	<u>42,280</u>	<u>11,235</u>	<u>53,515</u>
At 30th June 2004	-	46,265	14,980	61,245
	<u>-</u>	<u>46,265</u>	<u>14,980</u>	<u>61,245</u>

Included in Office Furniture and Fittings are paintings, prints, photographs and lithographs at a cost of £29,151 which have not been depreciated as the Trustees are of the opinion that they will maintain their value.

9. INVESTMENT PROPERTIES

	<u>2005</u>	<u>2004</u>
	£	£
At 1st July 2004	41,058,415	36,423,000
Purchased in the Year	1,059,375	2,390,168
	<u>42,117,790</u>	<u>38,813,168</u>
Sold in the Year	(1,163,415)	(825,400)
	<u>40,954,375</u>	<u>37,987,768</u>
Revaluation Surplus	(1,189,375)	3,070,647
	<u>39,765,000</u>	<u>41,058,415</u>
Proceeds of Sales	1,239,136	1,225,215
Less: Book Values	(1,163,415)	(825,400)
	<u>75,721</u>	<u>399,815</u>
Realised Gains on Disposals		

The properties were revalued to their open market value as at 30th June 2005 by George Eckert, Independent Chartered Surveyors in respect of property valued at £39,765,000.

The historical cost of the properties, deemed to be their Probate value at 8th June 1999, the date of death of Mrs. C.A.L. Batty, together with subsequent purchase was £21,465,982. Properties were sold in the year with an historical cost of £606,500.

THE FOYLE FOUNDATION

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2005
(Continued)

10. QUOTED INVESTMENTS

	<u>2005</u> £	<u>2004</u> £
At 1st July 2004	22,881,082	21,126,006
Additions	6,459,065	4,519,259
Disposals	(18,861,357)	(4,908,514)
Gains/(Losses) on Sales	1,295,690	(344,087)
Unrealised Gains	1,934,855	2,488,418
<u>Market Value at 30th June 2005</u>	<u>13,709,335</u>	<u>22,881,082</u>
 <u>Cost at 30th June 2005</u>	 <u>12,404,563</u>	 <u>23,500,973</u>
 Investments Inside the U.K.	 9,371,500	 20,015,952
Investments Outside the U.K.	4,337,835	2,865,130
	<u>13,709,335</u>	<u>22,881,082</u>

11. UNQUOTED INVESTMENTS

This represents 7,213 A Ordinary Shares of £1 each in Noved Investment Company. Following a reconstruction of that company and changes in its Memorandum and Articles of Association, these shares carry no rights to receive dividends, nor do they have any value in excess of their nominal value of £7,213.

12. DEBTORS

	<u>2005</u> £	<u>2004</u> £
Gifts	-	112,460
Sale of Quoted Investments	7,070,786	-
Rent Receivable	175,130	70,594
Income Tax Refund Due	-	4,373
Prepaid Expenses	42,223	79,379
	<u>7,288,139</u>	<u>266,806</u>

13. CASH AT BANK AND IN HAND

	<u>2005</u> £	<u>2004</u> £
C. Hoare & Co.	183,464	192,894
Schroders' Investment Accounts	5,449,327	3,824,138
Schroders' Income Accounts	22,689	159,953
Newton's Investment Account	412,068	415,693
Newton's Income Account	186,498	169,229
Royal London Cash Management	9,586,491	6,743,891
Cash in Hand	42	19
	<u>15,840,579</u>	<u>11,505,817</u>

THE FOYLE FOUNDATION

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2005
(Continued)

14. <u>LIABILITIES:</u>	<u>2005</u>	<u>2004</u>
	<u>£</u>	<u>£</u>
<u>Creditors: Amounts falling due within one year</u>		
Purchase of Quoted Investments	1,573,776	-
Rent in Advance	66,401	59,021
Other Taxes and Social Security	4,133	3,092
Other Creditors	18,227	2,106
Accrued Expenses	84,391	106,861
	<u>1,746,928</u>	<u>171,080</u>

Loan

Since the year end 30 June 2005, £2,000,000 of a £4,200,000 loan from Noved Investment Company (Noved) has been repaid and Noved has made gifts to the Foundation of an equivalent amount. The remainder of the loan is likely to be repaid to Noved before the year end 30 June 2006, and in that event the Foundation will receive a payment from Noved of an amount equivalent to that repayment. After these events, the Foundation will have eliminated the original loan of £4,200,000.

THE FOYLE FOUNDATION

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2005
(Continued)

15. GRANTS TO CHARITIES

A full itemised grants listing with a description of the purpose of the grant is shown on the Foundation's website.

	Paid £	Accrued £
<u>Arts</u>		
Young Vic Theatre	100,000	-
Unicorn Children's Centre	100,000	-
Theatre Royal Bath Limited	75,000	-
Glyndebourne Productions Limited	60,000	-
Hackney Empire Ltd	50,000	-
Wigmore Hall Trust	50,000	-
The Northampton Theatres Trust	50,000	-
Dorman Museum and Art Gallery Appeal Trust	50,000	-
Dance East	50,000	-
The Poetry Society	45,000	-
Welsh National Opera	40,000	-
Spitalfields Festival	40,000	-
Crafts Council	40,000	-
London International Festival of Theatre (LIFT)	30,000	-
National Youth Orchestra of Great Britain	30,000	-
Dartington International Summer School	25,000	-
English Touring Theatre	25,000	-
The Royal Court	25,000	-
Orchestra of the Age of Enlightenment	25,000	-
Royal Liverpool Philharmonic Society	25,000	-
London Symphony Orchestra Ltd	25,000	-
Arundel Festival Society Ltd	25,000	-
Newlyn Art Gallery	25,000	-
North Music Trust	25,000	-
London Philharmonic Orchestra	21,230	-
Scottish Ballet	20,000	-
Royal National Theatre	20,000	-
Artsadmin Ltd	20,000	-
The Academy of Ancient Music	20,000	-
Scottish Opera	20,000	-
Academy of St Martin in The Fields	20,000	-
St George's Bristol	20,000	-
Endymion Ensemble	20,000	-
Scarborough Theatre Trust Limited	20,000	-
Brighton Festival Society Ltd	18,000	-
New Writing North	17,500	-
Derby Playhouse Ltd	15,000	-
Ulster Orchestra Society Ltd	15,000	-
Hackney Music Development Trust	15,000	-
Synergy Theatre Project	15,000	-
Magdala	15,000	-
Royal Exchange Theatre	15,000	-
London Mozart Players	15,000	-
The Fruitmarket Gallery	15,000	-
Almeida Theatre	15,000	-
Green Candle Dance Company	15,000	-
Buxton Festival	15,000	-
Sound IT Out Community Music	15,000	-
The Little Sparta	14,000	-
Harrogate International Festival	13,000	-
Jacksons Lane	12,766	-
Camden Arts Centre	12,000	-
Arts carried forward	1,503,496	-

THE FOYLE FOUNDATION

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2005
(Continued)

15. CHARITABLE DONATIONS TO INSTITUTIONS (continued)

	Paid £	Accrued £
<u>Arts</u> (continued)		
Art brought forward	1,503,496	-
Independent Arts	11,000	-
IGF	11,000	-
Speechmatters	10,000	-
Gate Training Ltd	10,000	-
Fervour Collective Ltd	10,000	-
The Oily Cart Company Limited	10,000	-
Drama Workshop Youth Theatre	10,000	-
Jedburgh Community and Arts Centre	10,000	-
Huddersfield Music Festival	10,000	-
Herefordshire Photography Festival	10,000	-
Chichester Art Trust Limited	10,000	-
Kids Kabin	10,000	-
The Little Angel Theatre	10,000	-
Ricochet Dance Productions	10,000	-
Robin Hood Theatre	10,000	-
New London Chamber Choir	10,000	-
Dance Northern Ireland	10,000	-
Music For Youth	10,000	-
Young Concert Artists Trust	10,000	-
English Pocket Opera Company	10,000	-
The DanceXchange Ltd	10,000	-
London Youth Arts Network	10,000	-
Festivals of Literature Charitable Trusts Ltd	10,000	-
The International Organ Festival Society	10,000	-
Timebank	10,000	-
Vincent Dance Theatre	10,000	-
Penarth Arts and Crafts	10,000	-
Magpie Dance	10,000	-
British Music Information Centre	10,000	-
Blackfriars Arts Centre	10,000	-
Westmorland Music Council - Music Links	10,000	-
The Worthing Dome and Regeneration Trust Ltd	10,000	-
North West Play Resource Centre	10,000	-
Scottish Borders Community Orchestra	10,000	-
Riverside Trust Ltd	10,000	-
Lakeside Arts Centre (University of Nottingham)	8,800	-
Yorkshire and Humberside Brass Band Association	8,000	-
Falling Wide	7,500	-
Citizens' Theatre Ltd	7,500	-
Warwick Arts Society	7,500	-
The Opera Group	7,500	-
The Phoenix Players	7,000	-
Gloucestershire Dance	6,750	-
Arts Express	5,900	-
West Lothian Youth Theatre	5,600	-
Alpha Grove Community Trust	5,000	-
Coral Dance Company	5,000	-
The Drawing Room	5,000	-
Accessible Arts	5,000	-
Artsreach	5,000	-
Blaenllechau Community Regeneration	5,000	-
The Mousetrap Foundation	5,000	-
Arts Carry forward	1,962,546	-

THE FOYLE FOUNDATION

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2005
(Continued)

15. CHARITABLE DONATIONS TO INSTITUTIONS (continued)

	Paid £	Accrued £
<u>Arts</u> (continued)		
Arts brought Forward	1,962,546	-
Connectingvibes	5,000	-
Arts Interest Group	5,000	-
Dream Arts	5,000	-
Falmouth Theatre Company	5,000	-
Masquerade Llanfyllin Integrated Drama	5,000	-
Yorkshire Ballet Seminar Charitable Trust	5,000	-
Off the Rails	5,000	-
Ryedale Festival Trust	5,000	-
Arts Total	2,002,546	-
<u>Health</u>		
The National Hospital for Neurology and Neurosurgery Development Foundation	150,000	-
The Royal National Institute for the Blind	69,000	-
Moorfields Eye Hospital Development Fund	56,000	-
For Dementia	50,000	-
John Grooms	50,000	-
Covent Garden Cancer Research Trust	30,000	-
The Foundation for Children with Leukaemia	26,000	-
Leukaemia Research	25,000	-
Parkinson's Disease Society	25,000	-
Canniesburn Research Trust	25,000	-
Martha Trust	25,000	-
Hollybank Trust	25,000	-
International Spinal Research Trust	25,000	-
Prostate Research Campaign UK	25,000	-
The Children's Trust	23,000	-
St John's Hospice	20,000	-
Butterwick Limited	20,000	-
Friends of Red Marsh School	20,000	-
Whizz-Kidz	20,000	-
Lymphoma Association	20,000	-
Alstrom Syndrome UK	18,850	-
SCOPE	16,000	-
Interact Reading Service	15,000	-
Springhill Hospice (Rochdale) Ltd	15,000	-
Huntington's Disease Association	15,000	-
National Schizophrenia Fellowship (Scotland)	10,000	-
National Network for the Arts in Health	10,000	-
Youth at Risk (UK)	10,000	-
The Lewis Hammerson Memorial Home	10,000	-
Perthes Association	10,000	-
BIRD	10,000	-
Headway Black Country	10,000	-
Acquired Aphasia Trust	10,000	-
Children's Liver Disease Foundation	10,000	-
Changing Faces	10,000	-
Dame Vera Lynn Trust for Children with Cerebral Palsy	10,000	-
Enlighten - Tackling Epilepsy	10,000	-
Health carried forward	928,850	-

THE FOYLE FOUNDATION

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2005
(Continued)

15. CHARITABLE DONATIONS TO INSTITUTIONS (continued)

	Paid £	Accrued £
Brought Forward	928,850	-
<u>Health</u>		
Blaenau Mind Ltd	9,300	-
Mental Aids Projects	8,638	-
Parity for Disability	8,400	-
Dyscover	8,000	-
The South Wales Multiple Sclerosis Therapy Centre	5,000	-
Magic Carpet	5,000	-
Thamesdown Hydrotherapy Pool Association	5,000	-
Fibromyalgia Support North Down Group	5,000	-
Jumbulance	5,000	-
Electro-Sensitivity-UK	5,000	-
Holbrook Centre for Autism	5,000	-
Mind in Dacorum	5,000	-
Health Total	1,003,188	

Learning

Oxford Centre for Hebrew and Jewish Studies	450,000	-
The British Library	175,000	-
The Galleries of Justice	100,000	-
Royal Academy of Music	96,000	-
Imperial War Museum	50,000	-
National Waterfront Museum Swansea Ltd	50,000	-
The Wordsworth Trust	50,000	-
Southwark Cathedral Education Centre	50,000	-
Charles Dickens School	40,000	-
The PACE Centre	40,000	-
London School of Economics and Political Science	35,000	-
The Lowry Centre Trust	30,000	-
Napier University	30,000	-
COFEPOW - The Children and Families of the Far East Prisoners of War	25,000	-
The Mary Hare Foundation	25,000	-
Hampstead Theatre	25,000	-
Lodge Hill Trust	25,000	-
Chaigeley Educational Foundation	25,000	-
Scottish Society for Autism	22,000	-
North West London Jewish Day School	20,000	-
SS Great Britain Trust	20,000	-
The Shakespeare Schools Festival	20,000	-
Wormholt Park Primary School	20,000	-
Springhill High School Friends	20,000	-
Henshaws Society for Blind People	20,000	-
St Clement and St James Community Development Project	20,000	-
St Magnus Festival	20,000	-
King's College Cambridge	19,500	-
The Foundling Museum	18,800	-
The Royal Belfast Academical Institution	17,637	-
The Phoenix School	15,000	-
London Acton Trust - Crossroads Project	15,000	-
Learning carried forward	1,588,937	-

THE FOYLE FOUNDATION

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2005
(Continued)

15. CHARITABLE DONATIONS TO INSTITUTIONS (continued)

	Paid £	Accrued £
Brought Forward	1,588,937	-
<u>Learning</u>		
Christ Church Primary School	15,000	-
The Wallace Collection	15,000	-
Friends of the Grange	15,000	-
The Wiltshire Archaeological and Natural History Society	15,000	-
The Guildhall School Trust	14,000	-
The National Library for the Blind	12,600	-
The Cartoon Art Trust Limited	12,500	-
Bracken Hill School	12,471	-
Maryhill High School PTA	10,000	-
Real Action (QPCT) Ltd	10,000	-
Island History Trust	10,000	-
Bag Books	10,000	-
Wyndham Primary School	10,000	-
Stratford on Avon Music Festival	10,000	-
Reading Quest	10,000	-
Ravenstone Primary School PTA	10,000	-
The Fitzwilliam Museum Trust	10,000	-
The Greenbank Project	10,000	-
The Living Paintings Trust	10,000	-
Tower Hamlets Summer University	10,000	-
Ravenswood School	10,000	-
Somerset House Trust	10,000	-
Collingwood Primary School	9,600	-
Farmilo Primary School	9,500	-
St Joseph's Catholic Primary School	9,300	-
Sandringham Primary School	8,000	-
St Alban's C.E. Primary School	8,000	-
Rose Bruford College	7,510	-
DYAC	7,500	-
Cannon St Memorial Baptist Church	7,500	-
Thomas Walling Primary School	7,500	-
Sarum Chamber Orchestra	7,500	-
St Cuthbert's Catholic Primary School	7,000	-
Stepney Dynamic Youth	6,000	-
Fairbridge	5,000	-
Performing Arts Labs Ltd (PAL)	5,000	-
Bovey Tracey School Association	5,000	-
The Snowdon Award Scheme	5,000	-
The Cedar Centre	5,000	-
Northern Orchestral Enterprises	5,000	-
Friends of Amberley Ridge School	5,000	-
Diversity in Barrier-Breaking Communications	5,000	-
Bath Opportunity Pre-School	5,000	-
Yeo Valley Primary School	5,000	-
The Dyslexic Computer Training Charity	5,000	-
Wings of Hope Community Association	5,000	-
St Mark's RC Primary School	5,000	-
Learning Total	2,000,418	-
<u>Total</u>	<u>5,006,152</u>	<u>-</u>

THE FOYLE FOUNDATION

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2005
(Continued)

16. FINANCIAL COMMITMENTS

The Foundation has committed itself to the following donations, subject to terms and conditions being met:

		<u>Year in which to be paid</u>
	£	£
<u>Arts</u>		
South Bank Centre	150,000	2005/06
Young Vic Theatre	100,000	2005/06
Unicorn Children's Centre	50,000	2005/06
Chichester Festival Theatre	50,000	2005/06
Harrogate (White Rose) Theatre Trust	50,000	2005/06
The Poetry Society	50,000	2005/06
Welsh National Opera	40,000	2005/06
Spitalfields Festival	40,000	2005/06
Torch Theatre	40,000	2005/06
Crafts Council	40,000	2005/06
English National Opera	33,000	2005/06
The Teula James Pantyfedwen Eisteddfod Trust	30,000	2005/06
North East Theatre Trust Limited	25,000	2005/06
Brewery Arts Cirencester	25,000	2005/06
Royal Liverpool Philharmonic Society	25,000	2005/06
Northern Ballet Theatre	25,000	2005/06
London Philharmonic Orchestra	21,230	2005/06
Ulster Youth Orchestra	20,000	2005/06
English Touring Theatre	20,000	2005/06
Moray Art Centre	20,000	2005/06
Scarborough Theatre Trust Limited	20,000	2005/06
Women's Playhouse Trust	15,000	2005/06
Youth Music Theatre UK	15,000	2005/06
Synergy Theatre Project	15,000	2005/06
Endymion Ensemble	15,000	2005/06
Almeida Theatre	15,000	2005/06
Cavatina Chamber Music Trust	10,000	2005/06
International Musicians Seminar Prussia Cove	10,000	2005/06
DASH	10,000	2005/06
Polka Theatre	10,000	2005/06
The Two Moors Festival	10,000	2005/06
Chichester Art Trust Limited	10,000	2005/06
Greater Manchester Arts Centre Limited	10,000	2005/06
Ulster Orchestra Society Ltd	10,000	2005/06
Huntingdon Arts Ltd	7,500	2005/06
Lochaber Music Charitable Trust	7,000	2005/06
Bristol Choral Society	7,000	2005/06
Presteigne Festival of Music and the Arts Ltd	6,000	2005/06
The Kibworth Band	6,000	2005/06
Dorset Opera	5,000	2005/06
Sound Affairs	5,000	2005/06
	<u>1,072,730</u>	

THE FOYLE FOUNDATION

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2005
(Continued)

16. FINANCIAL COMMITMENTS (continued)

	£	Year in which to be paid £
<u>Arts (Continued)</u>		
South Bank Centre	200,000	2006/07
Young Vic Theatre	100,000	2006/07
The Cambridge Foundation	75,000	2006/07
The Poetry Society	55,000	2006/07
Lyric Theatre	50,000	2006/07
Chichester Festival Theatre	50,000	2006/07
Welsh National Opera	40,000	2006/07
Crafts Council	40,000	2006/07
English National Opera	33,000	2006/07
London Philharmonic Orchestra	21,230	2006/07
Endymion Ensemble	15,000	2006/07
Chichester Art Trust Limited	10,000	2006/07
	<u>689,230</u>	
 South Bank Centre	 150,000	 2007/08
Lyric Theatre	50,000	2007/08
English National Opera	34,000	2007/08
	<u>234,000</u>	
 <u>Health</u>		
For Dementia	50,000	2005/06
The Research Institute for the Care of the Elderly (RICE)	50,000	2005/06
The Christie Hospital Charitable Fund	35,000	2005/06
Princess Alice Hospice Trust	30,000	2005/06
University of Glasgow	30,000	2005/06
Alzheimer's Research Trust	25,000	2005/06
Shalom House Trust	25,000	2005/06
Haven House Foundation	20,000	2005/06
Syncope Trust and Reflex Anoxic Seizures (STARS)	20,000	2005/06
The Donna Louise Trust	11,000	2005/06
Watford and District Mencap Society	10,000	2005/06
Basic	10,000	2005/06
Harlington Hospice	10,000	2005/06
The Quest School for Autistic Children	10,000	2005/06
Burntisland First Aid Services Trust	8,000	2005/06
MedEquip4Kids	5,500	2005/06
The Sequal Trust	5,000	2005/06
The National Hospital for Neurology and Neurosurgery Development Foundation	25,000	2005/06
	<u>379,500</u>	
 Prostate Research Campaign UK	 25,000	 2006/07
The National Hospital for Neurology and Neurosurgery Development Foundation	25,000	2006/07
For Dementia	10,000	2006/07
	<u>60,000</u>	

THE FOYLE FOUNDATION

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2005
(Continued)

16. FINANCIAL COMMITMENTS (continued)

	£	Year in which to be paid £
<u>Learning</u>		
The British Library	175,000	2005/06
Norwood Ravenswood	75,000	2005/06
Royal Academy of Music	52,000	2005/06
The Queen's University of Belfast Foundation	50,000	2005/06
The Wordsworth Trust	50,000	2005/06
Wedgwood Museum Trust	50,000	2005/06
The Guild of Handicraft Trust	45,000	2005/06
London School of Economics and Political Science	35,000	2005/06
Lambeth Palace Library	30,000	2005/06
The Institute of Historical Research	30,000	2005/06
Dunedin School	30,000	2005/06
The Lowry Centre Trust	30,000	2005/06
RNLI Heritage Trust	29,500	2005/06
North Music Trust	25,000	2005/06
Hookergate School	20,000	2005/06
The Tricycle	20,000	2005/06
Wolstanton High School	20,000	2005/06
Yorkshire Museum	20,000	2005/06
The Foundling Museum	19,300	2005/06
The Guildhall School Trust	14,000	2005/06
Maldon Archaeological & Historical Group	13,000	2005/06
Apples & Snakes	13,000	2005/06
The Cartoon Art Trust Limited	13,000	2005/06
Rutland House School for Parents	10,000	2005/06
SS Great Britain Trust	10,000	2005/06
Island History Trust	10,000	2005/06
Project Ability	10,000	2005/06
Rainbow House	10,000	2005/06
Scottish Music Centre	10,000	2005/06
Bircotes and Harworth Community School	10,000	2005/06
The Wallace Collection	10,000	2005/06
The Roseland Community School	10,000	2005/06
Warwick Arts Centre	10,000	2005/06
Rushey Green School Association	6,000	2005/06
Disability Equality in Education Limited	5,000	2005/06
Foulds School	5,000	2005/06
Making It! Industrial Heritage Trust	5,000	2005/06
Hobart High School	5,000	2005/06
	<u>984,800</u>	
The British Library	150,000	2006/07
Norwood Ravenswood	75,000	2006/07
Royal Academy of Music	52,000	2006/07
The Queen's University of Belfast Foundation	50,000	2006/07
The Wordsworth Trust	50,000	2006/07
London School of Economics and Political Science	35,000	2006/07
North Music Trust	25,000	2006/07
The Foundling Museum	19,900	2006/07
Island History Trust	10,000	2006/07
	<u>466,900</u>	
<u>TOTAL</u>	<u>3,887,160</u>	

THE FOYLE FOUNDATION

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 2005
(Continued)

17. RELATED PARTY TRANSACTIONS

The Trustees are committed to a grant of £50,000 to the National Hospital for Neurology and Neurosurgery Development Foundation of which M.G. Smith is a Trustee, having paid them £150,000 in the year.

The Foundation charged £17,133 (2004: £14,304) this year to The Batty Charitable Trust for providing administrative services. The Trust is a sister organisation to the Foundation, sharing its facilities, and has two Trustees in common, Michael Smith and Kathryn Skoyles.

18. COMMITMENTS

At 30th June 2005 the Foundation was committed to making the following annual payments under non-cancellable operating leases in the next year:

	<u>2005</u>	<u>2004</u>
	<u>£</u>	<u>£</u>
Operating Leases which expire after five years	<u>29,375</u>	<u>29,375</u>