

THE JOHN BOOTH CHARITABLE FOUNDATION
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 30th JUNE 2016

CHARITY REGISTRATION NUMBER: 1127397

COMPANY REGISTRATION NO. 06782980 (ENGLAND and WALES)



THE JOHN BOOTH CHARITABLE FOUNDATION

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THE JOHN BOOTH CHARITABLE FOUNDATION**LEGAL AND ADMINISTRATIVE DETAILS**

Trustees	Mr J D S Booth Rt Rev Dr M C Warner Mr T M Ashley
Charity Number	1127397
Company Number	06782980
Registered Office	Flat 8, 56 Manchester Street London W1U 3AF
Auditors	Knox Cropper 8/9 Well Court London EC4M 9DN
Bankers:	UBS 1 Finsbury Avenue London EC2M 2AN C Hoare & Co 37 Fleet Street London EC4P 4DQ
Investment Advisors:	Cerno Capital Partners LLP 34 Sackville Street London W1S 3ED

THE JOHN BOOTH CHARITABLE FOUNDATION**REPORT OF THE TRUSTEES****FOR THE YEAR ENDED 30th JUNE 2016**

The Trustees present their report and the financial statements of the Charity for the period 1st July 2015 to 30th June 2016. The financial statements have been prepared in accordance with the accounting policies set out in note 1 and comply with the Charity's Memorandum and Articles of Association, applicable law and the requirements of the Statement of Recommended Practice, "Accounting and Reporting by Charities" issued by the Charity Commission.

Structure, governance and management

The John Booth Charitable Foundation is a registered charity and a company limited by guarantee, governed by its Memorandum and Articles of Association. Its charity registered number is 1127397 and at Companies House it is registered under number 06782980.

The principal office of the Charity is Flat 8, 56 Manchester Street, London W1U 3AF. The principle funding source continued to be donations from the Charity Trustees.

The Trustees, who are also the directors for the purpose of company law, who served during the year were:

Mr J D S Booth
Rt Rev Dr M C Warner
Mr T M Ashley

Oversight of the Charity is in the hands of the Trustees.

The Trustees met on four occasions during the year.

Policy is set by the Trustees and implemented by the director.

New Trustees are provided with a trustee file, which includes a copy of the governing document, a copy of the latest annual accounts and a copy of CC3, The Essential Trustee published by the Charity Commission. Trustees are recruited for their knowledge of at least one of the three areas which the Charity supports and advertising may be carried out to attract the right new trustees if necessary.

In planning the activities for the year the Trustees have referred to the Charity Commission's general guidance on public benefit. In particular the Trustees consider how planned activities contribute to the aims and objectives that they have set.

The Charity has engaged Cerno Capital Partners LLP to manage its investments; Mr Booth, a trustee, is a partner in Cerno Capital Partners.

Aims and objectives

The object of the Charity is the promotion of any charitable purpose or object for the benefit of the public, primarily in England, by the provision of grants at the absolute discretion of the Trustee body. These are made largely in the areas of education, the arts and the Christian religion and the Trustees believe that the Charity's grant making activities contribute significantly to public benefit in these areas by enabling significant numbers of young people to have access to education and training, helping various arts organisations to put on performances and exhibitions which enhance the quality of life of their communities they serve and by empowering churches and faith groups to serve the common good in a variety of ways such as food banks, credit unions and other outreach activities.

THE JOHN BOOTH CHARITABLE FOUNDATION

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 30th JUNE 2016

(continued)

Aims and objectives (continued)

The main activity of the Charity during the year was the provision of grants predominantly to organisations and occasionally to individuals in the areas above mentioned. Grants to organisations are generally made to other charities whose aims and objectives complement the Charity's own; those to individuals are largely made to enable study to be undertaken, normally in higher education. Contact is maintained with both organisations and individuals supported to assess their performance against the Foundation's criteria when grants were made to them.

The Foundation will where necessary appoint professional advisors to implement the Charity's strategic aims and assess outcomes.

Achievements and performance

During the period July 2015 to June 2016 the Charity provided £1,153,400 (2015: £813,683) of grants to organisations and individuals.

Financial review

The Charity received Income of £1,007,639 from Donations and associated Gift Aid and £355,116 in Investment Income.

Expenditure comprised Grants paid of £1,153,400, Investment Managers Fees of £63,345 and Administration Costs of £5,444, totalling £1,222,189.

Supplemented by Gains on Investments amounting to £951,758, the Net Movement in Funds amounted to £1,092,324, increasing reserves to £19,364,855.

The Balance Sheet comprised £19,341,856 of Investments and £22,999 of Net Current Assets.

Grant Making Policy

The Trustees consider all applications from charitable organisations and from individuals known or recommended to them and especially those falling within the areas of education, the Christian faith and the arts. The Trustees meet three or four times a year to consider short listed applications and decide which of these to support.

Investment Policy

The investment strategy of the Trustees is to grow the Charity's capital and to generate an income which keeps pace with inflation over the longer term, subject to a moderate level of risk and consideration of the need for investment diversification. The portfolio is managed on a total return basis at the discretion of the Charity's investment manager, Cerno Capital Partners LLP. Reporting is monthly and the overall investment portfolio is reviewed quarterly. The Charity does not currently employ a formal ethical, social or environmental investment policy.

The Charity's investments were valued at £19,341,856 on 30th June 2016, an increase for the year of 4.3% compared with the ARC Sterling Steady Growth which increased by 3.8% in the same period.

THE JOHN BOOTH CHARITABLE FOUNDATION

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 30th JUNE 2016
(continued)

Reserves Policy

The Charity does not have a reserves policy since it does not, in general, enter into long term commitments.

Going Concern

It is the Trustees' current intention to continue to fund the Charity and for the investment portfolio to be managed with a view to capital growth. The Trustees believe this will enable the Charity to continue to distribute around 5% of its capital value annually for the foreseeable future.

Significant Risks and Uncertainties

The risks to which the Charity is exposed are mainly those of fraud and of volatility of investments. The first is mitigated by the Charity's relationship with and detailed knowledge of almost all its beneficiaries, a simple reporting structure and no employees; the second by employing experienced investment advisors, well known to the Trustees, who manage a diversified portfolio with a moderate risk profile.

Plans for the future

There are no current outstanding pledges but the Foundation will continue its support for many of the charities to which grants have previously been made. It is the Trustees' goal to give away at least 5% of the Charity's capital value in each year.

Statement of Trustees' Responsibilities

The Trustees, who are also the directors of The John Booth Charitable Foundation for the purpose of company law are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the Charity and of the income and expenditure, of the charitable company for that year.

In preparing these accounts, 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; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the accounts comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE JOHN BOOTH CHARITABLE FOUNDATION

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 30th JUNE 2016

Statement of Trustees' Responsibilities (continued)

Each of the directors has confirmed that there is no information of which they are aware is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Auditors

Knox Cropper acted as auditors in the current year, and a resolution proposing they be reappointed will be put to the members.

On behalf of the Board of Trustees



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Mr J D S Booth
Trustee

Dated: 28 ⁱⁱⁱ 17

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF
THE MEMBERS OF THE JOHN BOOTH CHARITABLE FOUNDATION

We have audited the financial statements of The John Booth Charitable Foundation for the year ended 30th June 2016 which comprise the Statement of Financial Activities, the Balance Sheet, Statement of Cash Flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102. The Financial Reporting Standard applicable in the UK and Republic of Ireland.

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Trustees and Auditor

As explained more fully in the Statement of Trustees' Responsibilities, the Trustees (who are also the directors of the charity for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amount and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Trustees' Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30th June 2016, and of its income and expenditure, for the year ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (applicable to smaller entities); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF
THE MEMBERS OF THE JOHN BOOTH CHARITABLE FOUNDATION
(continued)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption from the requirements to prepare a strategic report or in preparing the Report of the Directors.



G N Stevenson (Senior Statutory Auditor)
For and on behalf of Knox Cropper
Chartered Accountants and Statutory Auditor

8/9 Well Court
London EC4M 9DN

Date: 28/3/2017

THE JOHN BOOTH CHARITABLE FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 30TH JUNE 2016

	Notes	Unrestricted Funds	
		2016 Total £	2015 Total £
INCOME FROM			
Grants and Donations	2	1,007,639	668,750
Investments	3	355,116	215,777
Total Income		<u>1,362,755</u>	<u>884,527</u>
EXPENDITURE ON			
Raising Funds	4	63,345	84,788
Charitable Activities	4	1,158,844	818,592
Total Expenditure		<u>1,222,189</u>	<u>903,380</u>
		140,566	(18,853)
Net Gains/(Losses) on Investments	8	951,758	1,456,364
Net Income and Net Movement in Funds		<u>1,092,324</u>	<u>1,437,511</u>
Fund Balance at 1 st July 2015		18,272,531	16,835,020
Fund Balance at 30th June 2016		<u><u>£19,364,855</u></u>	<u><u>£18,272,531</u></u>

THE JOHN BOOTH CHARITABLE FOUNDATION**BALANCE SHEET****FOR THE YEAR ENDED 30TH JUNE 2016**

		2016		2015	
	Note	£	£	£	£
FIXED ASSETS					
Investments	8		19,341,856		18,157,963
CURRENT ASSETS					
Debtors	9	-		33,959	
Cash at bank		30,241		87,628	
		<u>30,241</u>		<u>121,587</u>	
Creditors: amounts falling due within one year	10	(7,242)		(7,019)	
Net Current Assets			22,999		114,568
Net Assets			<u>£19,364,855</u>		<u>£18,272,531</u>
Unrestricted Funds					
Unrestricted Income Funds		12,929,311		12,676,311	
Revaluation Reserve		<u>6,435,544</u>		<u>5,596,220</u>	
			19,364,855		18,272,531
			<u>£19,364,855</u>		<u>£18,272,531</u>

The Accounts were approved by the Board on 28th March 2017

John Booth

Mr J D S Booth
Trustee

Company Registration No. 06782980

THE JOHN BOOTH CHARITABLE FOUNDATION

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30TH JUNE 2016

		2016	2015
	Note	£	£
CASH FLOWS FROM OPERATING ACTIVITIES			
Net cash used in operating activities	1	(180,368)	(81,808)
CASH FLOWS FROM INVESTING ACTIVITIES			
Dividends and interest received		355,116	215,777
Proceeds from sale of investments		316,443	1,172,688
Purchase of investments		<u>(339,403)</u>	<u>(1,170,130)</u>
Net cash provided by investment activities		<u>332,156</u>	<u>218,335</u>
Change in cash and cash equivalents in the financial year		<u>151,788</u>	<u>136,527</u>
Cash and cash equivalents at the beginning of the financial year	2	<u>639,914</u>	<u>503,387</u>
Cash and cash equivalents at the end of the financial year	2	<u><u>£791,702</u></u>	<u><u>£639,914</u></u>

NOTES TO THE STATEMENT OF CASH FLOWS

1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2016	2015
	£	£
Net income for the financial year as per the statement of financial activities	1,092,325	1,437,511
Adjustments for:		
- Losses/(gains) on investments	(951,759)	(1,456,364)
- Dividends and interest from investments	(355,116)	(215,777)
- (Increase)/decrease in debtors	33,959	152,479
- Increase/(decrease) in creditors	223	343
Net cash used in operating activities	<u><u>£(180,368)</u></u>	<u><u>£(81,808)</u></u>

2. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2016	2015
	£	£
Bank current accounts	30,241	87,628
Cash held under investments	761,461	552,286
	<u><u>£791,702</u></u>	<u><u>£639,914</u></u>

THE JOHN BOOTH CHARITABLE FOUNDATION

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30TH JUNE 2016

1. ACCOUNTING POLICIES

a) Basis of Preparation and Assessment of going concern

The accounts have been prepared under the historical cost convention with the exception of investments which are included at market value. 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 Standards applicable in the UK and Republic of Ireland (FRS 102) (effective 1st January 2015) and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

The Charity constitutes a public benefit entity as defined by FRS 102.

The Trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

b) Reconciliation with previous Generally Accepted Accounting Practice.

In preparing these accounts, the Trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 a restatement of comparative items was needed. No restatements were required. In accordance with the requirements of FRS 102 a reconciliation of opening balances and net income/(expenditure) for the year is required with the net income/(expenditure) under previous GAAP adjusted for the presentation of investment gains/(losses) as a component of reported income.

	£
Reconciliation of reported net income	
Net income/(expenditure) as previously stated	(18,853)
Adjustment for gains/(losses) on investments now treated as a component of net income	1,456,364
	<hr/>
2015 Net Income as restated	£1,437,511
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In addition Governance Costs of £4,909 previously reported separately on the SOFA, are now reported as part of Charitable Activities and disclosed separately in the notes to the accounts (note 4). The Charity also is now required to report a Statement of Cash Flows

c) Income

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Donations, legacies and other forms of voluntary income are recognised as income when the charity is entitled to receipt. All other income is accounted for on an accruals basis.

d) Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Expenditure is accounted for on an accruals basis. Investment management costs are shown as raising funds; charitable activities comprise grants payable, and support and governance costs comprising accounting and auditing costs.

THE JOHN BOOTH CHARITABLE FOUNDATION

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30TH JUNE 2016

1. ACCOUNTING POLICIES (CONTINUED)

e) Investments

Investments are a form of basic financial investment and are initially recognised at their transaction value and subsequently measured at fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluations and disposals throughout the year.

Realised gains and losses on investments are calculated as the difference between sale proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value.

Cash deposits held as part of the investment portfolio are included in fixed assets investments.

f) Debtors

Other Debtors are recognised at the settlement amount due.

g) Creditors

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

2. DONATIONS

	2016	2015
	£	£
Donations and Gifts	805,559	535,000
Gift Aid	202,080	133,750
	<u>£1,007,639</u>	<u>£668,750</u>

3. INVESTMENT INCOME

	2016	2015
	£	£
Income from Listed Investments	178,701	151,073
Profit or (Loss) on Exchange	55,135	48,738
Interest Receivable	121,280	15,966
	<u>£355,116</u>	<u>£215,777</u>

4. EXPENDITURE

	Other Costs	Grant Funding	Total 2016	Total 2015
	£	£	£	£
Raising Funds				
Investment Management Costs	63,345	-	63,345	84,788
Charitable Activities				
Grants (Note 5)	-	1,153,400	1,153,400	813,683
Support and Governance Costs	5,444	-	5,444	4,909
	<u>£5,444</u>	<u>£1,153,400</u>	<u>£1,158,844</u>	<u>£818,592</u>

Governance costs includes payments to the auditors of £1,824 (2015: £1,800) for audit fees.

THE JOHN BOOTH CHARITABLE FOUNDATION

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30TH JUNE 2016

5. GRANTS PAYABLE

	Total 2016 £	Total 2015 £
Grants to Institutions		
Westminster Abbey Foundation	-	250,000
The Prince's Trust	600,000	100,000
Blackburn Cathedral	150,000	-
St Stephens House	100,000	-
Canterbury Cathedral Trust	-	70,000
Depaul International	50,000	51,299
Additional Curates Society	50,000	-
Forward in Faith	-	50,000
Syriac Orthodox Church	35,000	30,000
Photovoice	35,000	-
Merton College, Oxford	-	25,000
Pallant House Gallery	-	25,000
Pusey House	-	25,000
The Art Fund	10,000	25,000
Opera North	20,000	-
Chichester Diocesan Fund	-	20,000
Church Commissioners	-	20,000
Parish of St Pancras	10,000	-
St Augustine, Kilburn	-	20,000
Other	63,300	71,434
	<u>1,123,300</u>	<u>782,733</u>
 Grants to Individuals	 30,100	 30,950
	<u>£1,153,400</u>	<u>£813,683</u>

6. TRUSTEES

None of the Trustees (or any persons connected with them) received any remuneration or reimbursement of expenses.

7. EMPLOYEES

There were no employees during the year.

8. FIXED ASSET INVESTMENTS

	Equities and Bonds £	Alternative Investments £	Cash £	Total £
Market Value at 1 st July 2015	13,271,112	4,334,565	552,286	18,157,963
Disposal Proceeds	(316,443)	-	-	(316,443)
Acquisitions at Cost	339,403	-	-	339,403
Realised Gains	21,471	-	-	21,471
Unrealised Gains	349,926	580,361	-	930,287
Net Movement in Cash	-	-	209,175	209,175
Market Value at 30th June 2016	<u>£13,665,469</u>	<u>£4,914,926</u>	<u>£761,461</u>	<u>£19,341,856</u>
 Historical Cost:				
At 30 th June 2016	<u>£8,281,289</u>	<u>£3,863,562</u>	<u>£761,461</u>	<u>£12,906,312</u>
 At 30 th June 2015	<u>£8,145,895</u>	<u>£3,863,562</u>	<u>£552,286</u>	<u>£12,561,743</u>

THE JOHN BOOTH CHARITABLE FOUNDATION

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 30TH JUNE 2016

9. DEBTORS

	2016	2015
	£	£
Other Debtors	<u>£ -</u>	<u>£33,959</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016	2015
	£	£
Accruals	<u>£7,242</u>	<u>£7,019</u>

11. RELATED PARTIES

During the period the Charity received donations from Mr Booth, a trustee, totalling £805,000 (2015: £535,000). Mr Booth is a partner in Cerno Capital Partners LLP, the Charity's investment managers, to whom fees of £54,286 (2015: £76,942) were payable in the period.

The Charity also made grants of £Nil (2015: £25,000) to Pallant House Trust, £Nil (2015: £1,750) to Lady Elizabeth Hatton Charity, £100,000 (2015: £Nil) to St Stephens House, and £7,700 (2015: £20,000) to the Chichester Diocesan Board of Finance. Mr Booth is a trustee in all of these charities and Dr Warner is a Trustee to St Stephens House and the Chichester Diocesan Board of Finance.

In addition the Charity made a grant of £Nil (2015: £20,000) to the Church Commissioners for England, of which Dr Warner is a Trustee.