

**The  
A Team  
Foundation  
Limited**

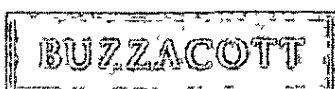
**Annual Report and Financial  
Statements**

5 April 2007



Company Limited by Guarantee  
Registration Number  
3775136 (England and Wales)

Charity Registration Number  
1077094



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## Reference and administrative information

<b>Directors</b>	Mr B Arbib T S Arbib
<b>Company secretary</b>	Boodle Hatfield Secretarial Limited 89 New Bond Street London W1S 1DA
<b>Registered office</b>	89 New Bond Street London W1S 1DA
<b>Company registration number</b>	3775136 (England and Wales)
<b>Charity registration number</b>	1077094
<b>Auditors</b>	Buzzacott 12 New Fetter Lane London EC4A 1AG
<b>Bankers and investment managers</b>	Barclays Wealth, Private Bank Limited 59 Grosvenor Street London W1X 9DA
<b>Solicitors</b>	Boodle Hatfield 89 New Bond Street London W1S 1DA

## **Directors' report** Year ended 5 April 2007

The directors present their statutory report together with the financial statements of The A Team Foundation Limited for the year ended 5 April 2007

This report has been prepared in accordance with Part VI of the Charities Act

The financial statements have been prepared in accordance with the accounting policies set out on page 11 of the attached financial statements and comply with the Memorandum and Articles of Association of The A Team Foundation Limited, applicable laws and the requirements of the Statement of Recommended Practice on "Accounting and Reporting by Charities" issued in March 2005

### **GOVERNANCE, STRUCTURE AND MANAGEMENT**

#### **Constitution**

The A Team Foundation Limited is a company limited by guarantee (Registration number 3775136) and a registered charity (Registration number 1077094)

On 21 September 2006 the charity changed its name from The Benjamin Arbib Charitable Foundation Limited to The A Team Foundation Limited

#### **Directors**

The names of the directors who served during the period are set out as part of the reference and administrative information on page 1 of these Annual Report and Financial Statements

The Articles of Association require a minimum of two directors and a maximum of seven Directors may co-opt any person duly qualified to fill a vacancy in their number or as an additional director Co-opted directors hold office only until the next Annual General Meeting The policies and procedures for the induction and training of directors will be reviewed in the coming year Decisions on investments and donations are taken by all directors

#### **Directors' responsibilities statement**

The charitable company's directors are responsible for preparing the annual report and financial statements in accordance with applicable law and the United Kingdom Generally Accepted Accounting Practice

Company law requires the directors to prepare financial statements which give a true and fair view of the state of affairs of The A Team Foundation Limited at the year end and of its incoming resources and application of resources, including its income and expenditure, for the financial year then ended In preparing financial statements giving a true and fair view, the directors are required to

- ◆ select suitable accounting policies and then apply them consistently,
- ◆ make judgements and estimates that are reasonable and prudent,

**GOVERNANCE, STRUCTURE AND MANAGEMENT** (continued)

**Directors' responsibilities statement** (continued)

- ◆ state whether applicable accounting standards and statements of recommended practice have been followed, subject to any 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 directors are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and which enable them to ensure that the financial statements comply with the Companies Act 1985. The directors are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Each of the directors confirms that

- ◆ so far as the director is aware, there is no relevant audit information of which the charity's auditors are unaware, and
- ◆ the director has taken all steps that he/she ought to have taken as a director in order to make himself/herself aware of any relevant audit information and to establish that the charity's auditors are aware of that information

This confirmation is given and should be interpreted in accordance with the provisions of s234ZA of the Companies Act 1985.

**Risk management**

The directors feel that the major risk to which the charity is exposed is the loss of value of the charity's income producing assets and regular reviews of investment policy, which emphasise caution, guard against this.

**OBJECTIVES, ACTIVITIES AND RELEVANT POLICIES**

**Charitable objectives and activities**

The charity's principal activity during the year was the support of charities through the payment of donations. The objects of the charity are to promote any charitable purpose or support any charity selected by the directors. It is expressly contemplated that The Arbib Foundation (charity registration number 296358) may be a beneficiary of the application of some or all funds or other benefits by the charity.

It is not envisaged that there will be any fundraising activities in the future so it has been decided to retain an amount roughly equal to the original donation as an expendable endowment. The endowment will be invested with the intent to, as far as possible, retain its capital value and produce an annual income.

**OBJECTIVES, ACTIVITIES AND RELEVANT POLICIES** (continued)

**Grant making policy**

It is planned that the income generated by the endowment fund will be spent each year but if any charitable request requiring a larger donation than would be possible from income is approved by the directors, then funds from the endowment will be available to support this

**Investment policy**

The policy is to invest approximately 50% of the fund in equities and the remainder in bonds and interest bearing accounts in order to have a balanced investment portfolio

**ACHIEVEMENTS AND PERFORMANCE**

**Investment performance**

During the year the holding of 4.5% Treasury Stock 2007 was redeemed and part of the holding of Invesco Perpetual Corporate Bond Income Units was realised. A proportion of the redemption monies together with the sale proceeds were invested in holdings of Invesco Perpetual UK Aggressive Income Units and Strategic Income Units as well as an additional holding of CF Thameside Managed Fund Income Units. The redemption and the sale gave rise to a realised loss of £4,837. The unrealised gain on investments for the year ended 5 April 2007 was £168,405.

**FINANCIAL REVIEW**

**Results for the period**

During the year ended 5 April 2007, the unrestricted funds generated income of £330,035, mainly from investments, and expenditure of £322,608, of which more than 99% related to grants payable. This resulted in an excess of income over expenditure of £7,427, giving a balance of £32,153 on unrestricted funds at the year end.

The expendable endowment fund totalled £9,542,359 at 5 April 2007.

**Reserves policy and financial position**

It has been decided by the directors to retain an amount roughly equal to the original donation as an expendable endowment. The endowment will be invested with the intent to, as far as possible, retain the capital value.

The income generated by the endowment will be spent each year but, if any charitable request requiring a larger donation than would be possible from income is approved by the directors, then funds from the endowment will be available to support this.

**Directors' report** Year ended 5 April 2007

**FUTURE PLANS**

It is not envisaged that there will be any changes to the charity's activities in the future

**Auditors**

The auditors, Buzzacott, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985

Signed on behalf of the directors

A handwritten signature in black ink, appearing to be 'A. Bell', written over a horizontal line.

Director

Approved by the directors on

26<sup>th</sup> October 2007

## **Independent auditors' report** Year ended 5 April 2007

### **Report of the independent auditors to the directors of The A Team Foundation Limited**

We have audited the financial statements on pages 8 to 14 which have been prepared in accordance with the accounting policies set out on page 11

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 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 company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditors**

As described on pages 2 and 3, the directors, who also act as trustees for the charitable activities of The A Team Foundation Limited, are responsible for the preparation of the directors' report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 directors' report is not consistent with the financial statements, if the charity has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if the information specified by law regarding directors' remuneration and transactions with the charitable company is not disclosed.

We are not required to consider whether the statement in the directors' report concerning the major risks to which the charitable company is exposed covers all existing risks and controls, or to form an opinion on the effectiveness of the charitable company's risk management and control procedures.

We read other information contained in the directors' report and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

### **Basis of opinion**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 directors 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.



**Independent auditors' report** Year ended 5 April 2007

**Report of the independent auditors to the directors of The A Team Foundation Limited**  
(continued)

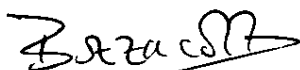
**Basis of opinion** (continued)

We planned and performed our audit so as to obtain all information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance as to whether 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 in accordance with United Kingdom Generally Accepted Accounting Practice, of the charitable company's state of affairs as at 5 April 2007 and of its incoming resources and applications or resources, including its income and expenditure, in the period then ended,
- ◆ and the financial statements have been properly prepared in accordance with the Companies Act 1985,
- ◆ the information in the directors' report is consistent with the financial statements



Buzzacott

Chartered Accountants and Registered Auditors  
12 New Fetter Lane  
London  
EC4A 1AG

26 October 2007

## Statement of financial activities Year ended 5 April 2007

	Notes	Unrestricted funds £	Expendable endowment £	Total 2007 £	Total 2006 £
<b>Income and expenditure</b>					
<b>Incoming resources</b>					
Incoming resources from generated funds					
Investment income	1	306,287	—	<b>306,287</b>	325,681
Interest receivable	2	23,748	—	<b>23,748</b>	49,429
<b>Total incoming resources</b>		<b>330,035</b>	<b>—</b>	<b>330,035</b>	375,110
<b>Resources expended</b>					
Charitable activities					
Promoting and enhancing charitable work	3	320,400	—	<b>320,400</b>	304,000
Governance costs	4	2,208	—	<b>2,208</b>	2,433
<b>Total resources expended</b>		<b>322,608</b>	<b>—</b>	<b>322,608</b>	306,433
<b>Net incoming resources for the year</b>		<b>7,427</b>	<b>—</b>	<b>7,427</b>	68,677
Net realised investment gains	7	—	(4,837)	<b>(4,837)</b>	3,671
<b>Statement of total recognised gains and losses</b>					
Net income (expenditure)		7,427	(4,837)	<b>2,590</b>	72,348
Net unrealised investment gains	7	—	168,405	<b>168,405</b>	412,614
<b>Net movement in funds</b>		<b>7,427</b>	<b>163,568</b>	<b>170,995</b>	484,962
<b>Fund balances brought forward at 6 April 2006</b>		<b>24,726</b>	<b>9,378,791</b>	<b>9,403,517</b>	8,918,555
<b>Fund balances carried forward at 5 April 2007</b>		<b>32,153</b>	<b>9,542,359</b>	<b>9,574,512</b>	9,403,517

**Statement of financial activities** Year ended 5 April 2007

	2007 £	2006 £
<b>Historical cost net movement in funds</b>		
Net movement in funds (page 8)	170,995	484,962
Unrealised gains on investments	(168,405)	(412,614)
Difference between historical cost realised gains and actual realised losses calculated on the revalued amounts	95,352	—
<b>Historical cost net movement in funds</b>	<b>97,942</b>	<b>72,348</b>

All of the charity's activities derived from continuing operations during the above two financial periods

# **Balance sheet** as at 5 April 2007

	Notes	2007 £	2007 £	2006 £	2006 £
<b>Fixed assets</b>					
Investments	7		9,550,012		9,371,611
<b>Current assets</b>					
Debtors	8	1,498		2,712	
Cash at bank and in hand		25,000		30,821	
		26,498		33,533	
<b>Creditors</b> amounts falling due within one year	9	(1,998)		(1,627)	
<b>Net current assets</b>			24,500		31,906
<b>Total net assets</b>			9,574,512		9,403,517
<b>Represented by</b>					
<i>Capital funds</i>					
Expendable endowment fund			9,542,359		9,378,791
<i>Income funds</i>					
Unrestricted funds – general fund			32,153		24,726
			9,574,512		9,403,517

Approved by the directors  
and signed on their behalf by



Director

Approved on 26<sup>th</sup> October 2007

**Basis of accounting**

The financial statements have been prepared under the historical cost convention, as modified by the inclusion of investments at market value and in accordance with the requirements of the Companies Act 1985 Applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and the Statement of Recommended Practice on "Accounting and Reporting by Charities" (SORP 2005) have been followed in the preparation of these financial statements

**Incoming resources**

Incoming resources are recognised in the period in which the charity is entitled to receipt and the amount can be measured with reasonable certainty

Donations of shares are recognised at their market valuation on the date of receipt

**Resources expended**

Expenditure is included in the statement of financial activities when incurred and includes attributable VAT which cannot be recovered

Resources expended comprise the following

- a Charitable activities comprise grants payable Grants payable are included in the statement of financial activities when approved and when the intended recipient has either received the funds or been informed of the decision to make the donation and has satisfied all related conditions Grants approved but not paid at the end of the financial year are accrued for Grants where the beneficiary has not been informed or has to meet certain conditions before the grant is released are not accrued for but are noted as financial commitments in the notes to the financial statements
- b Governance costs include costs which are directly attributable to the organisational procedures and the necessary procedures for compliance with constitutional and statutory requirements

**Fixed asset investments**

Fixed asset investments are included on the balance sheet at their market value at the end of the financial period Realised and unrealised gains (or losses) are credited (or debited), to the statement of financial activities in the period in which they arise

**Fund accounting**

The unrestricted funds represent funds available for the general charitable purposes of the charity at the discretion of the directors

The expendable endowment fund represents monies retained as capital in accordance with the donor's wishes

**Cash flow**

The financial statements do not include a cash flow statement because the charity, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 'Cash flow statements'

## Notes to the financial statements 5 April 2007

### 1 Investment income

	2007 £	2006 £
Investment management fee rebates	13,812	12,444
Investments listed on a recognised stock exchange		
Dividends – UK unit trusts	17,618	1,925
Interest – UK fixed interest securities	204,856	216,750
Interest – UK unit trusts	70,001	93,999
Income tax repayment supplement	—	563
	<b>306,287</b>	<b>325,681</b>

### 2 Interest receivable

	2007 £	2006 £
Short term deposits	23,748	49,429

### 3 Promoting and enhancing charitable work

	2007 £	2006 £
Grants payable		
The Arbib Foundation	304,900	287,000
CLIC	—	16,000
Great Ormond Street Hospital	—	1,000
Heverim	12,500	—
Lance Armstrong Foundation	1,000	—
Serpentine Trust	1,000	—
Wellbeing of Women	1,000	—
	<b>320,400</b>	<b>304,000</b>

### 4 Governance costs

	2007 £	2006 £
Auditors' remuneration	2,115	1,175
Miscellaneous costs	93	1,258
	<b>2,208</b>	<b>2,433</b>

## Notes to the financial statements 5 April 2007

### 5 Staff costs and directors' remuneration

The charity employed no staff during the year (2006 – none)

No director received any remuneration in respect of their services as a director during the year (2006 – none)

No directors were reimbursed for any expenditure incurred in the performance of their duties during the year (2006 – none)

### 6 Taxation

The A Team Foundation Limited is a registered charity and therefore is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities

### 7 Investments

Movements in listed investments during the year were as follows

	2007 £	2006 £
Market value at 6 April 2006	9,265,611	7,066,612
Additions at cost	2,028,031	2,230,184
Disposals at book value (proceeds £5,452,363, loss £4,837)	(5,457,200)	(443,799)
Net unrealised gains in the year	168,405	412,614
Market value at 5 April 2007	6,004,847	9,265,611
Cash held investment	3,545,165	106,000
	<b>9,550,012</b>	<b>9,371,611</b>
Cost of listed investments at 5 April 2007	<b>5,364,669</b>	<b>8,698,486</b>

All listed investments were dealt in on a recognised stock exchange

Listed investments held at 5 April 2007 comprised the following

	2007 £	2006 £
UK unit trusts		
CF Thameside Managed Fund Income Units	3,845,000	2,594,934
Invesco Perpetual Corporate Bond Income Units	1,193,772	2,113,306
Invesco Perpetual UK Aggressive Income Units	490,272	—
Invesco Perpetual UK Strategic Income Units	475,803	—
UK fixed income securities		
4½% Treasury Stock 2007	—	4,557,371
	<b>6,004,847</b>	<b>9,265,611</b>

## Notes to the financial statements 5 April 2007

### 8 Debtors

	2007 £	2006 £
Due within one year		
Investment management fee rebate	1,498	2,666
Income tax repayment	—	46
	<b>1,498</b>	<b>2,712</b>

### 9 Creditors amounts falling due within one year

	2007 £	2006 £
Accruals	<b>1,998</b>	<b>1,627</b>

### 10 Related party transactions

Transactions with related family charities were as follows

	2007 £	2006 £
Grants payable to The Arbib Foundation	<b>304,900</b>	<b>287,000</b>

Sir Martyn Arbib, the father of Mr Benjamin Arbib, is a trustee of The Arbib Foundation, a registered charity (Registration number 296358)

### 11 Analysis of net assets between funds

	Expendable endowment £	Unrestricted funds £	Total 2007 £
Fund balances at 5 April 2007 are represented by			
Investments	9,542,359	7,653	<b>9,550,012</b>
Current assets	—	26,498	<b>26,498</b>
Creditors amounts falling due within one year	—	(1,998)	<b>(1,998)</b>
<b>Total net assets</b>	<b>9,542,359</b>	<b>32,153</b>	<b>9,574,512</b>

Unrealised gains included above  
on investments (see below)

**640,178**

#### Reconciliation of movements in unrealised gains on investments

Unrealised gains at 6 April 2006	<b>567,125</b>
Net unrealised gains in year	<b>168,405</b>
Less gains realised on disposals in year	<b>(95,352)</b>
Unrealised gains at 5 April 2007	<b>640,178</b>