

OXFORD RUSSIA FUND
ACCOUNTS FOR THE YEAR
ENDED 31 DECEMBER 2009

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Company No 5341971

Charity No 1108957



OXFORD RUSSIA FUND
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2009

The Trustees submit their annual report and audited accounts for the year ended 31 December 2009

Reference and administrative details

Trustees	A Tulloch A Smith A Dalton B Saltykov Lord C Patten A Auzan
Company secretary	A Tulloch
Company registration number	5341971
Charity number	1108957
Registered office	4 Hill Street London W1J 5NE
Bankers	Lloyds TSB Bank Plc Berkeley Square Branch London W1J 6AF
Auditors	Critchleys Greyfriars Court Paradise Square Oxford OX1 1BE

Structure, Governance and Management

The charity is a charitable company limited by guarantee. The charity is governed by its Memorandum and Articles of Association.

The charity is managed by its Board of trustees and the charity has a representative office in Russia through whom the work of the charity in Russia is co-ordinated.

The major risks, as identified by the trustees, have been reviewed and systems established to mitigate those risks.

The Khodorkovsky Foundation, a charity with trustees in common, provides the vast majority of Oxford Russia Fund's income.

New trustees are inducted in to their role as trustees in a series of briefings on the work of the charity.

OXFORD RUSSIA FUND**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2009 (CONTINUED)****Objectives and Activities for the Public Benefit**

The main objects of the charity are to advance education in the Russian Federation through the provision of scholarships to students and the making of donations to educational establishments

The charity focuses on grants to Russian universities for the provision of scholarships, the distribution of English language academic books to Russian universities and the support of conferences on topics of current relevance to Russian universities. For a full description of the various educational programmes supported by the charity please see the Fund's website at <http://www.oxfordrussiafund.org>

The Trustees have complied with the duty in section 4 of the Charities Act 2006 to have due regard to the public benefit guidance published by the Charity Commission

Grant-making policy

The Trustees seek to advance education in Russia by

- a) the provision of scholarships for students (of Russian nationality) attending Russian Universities in the Humanities,

The Foundation will not entertain individual applications for scholarships and will only provide scholarships through Russian universities which are willing to administer the scholarships

- b) the support of Russian educational institutions and non-profit organisations focused on education,
- c) the support of educational institutions in the UK, which indirectly advance education in Russia through the provision of training, research programmes, student/teacher exchange programmes and cultural activities, and
- d) the support of conferences, wheresoever held, on topics related to Russian education and other initiatives which might advance education in Russia

The Trustees are of the view that the majority of their grant making will lie in the provision of scholarships to Russian students and the support of educational institutions in Russia

The Trustees' current policy is normally to accept grant proposals which have been initiated by the Fund

These policies will be annually reviewed in the light of the growing understanding of the needs of Russia and the Trustees intend to respond flexibly to the newly identified needs of succeeding generations of Russian citizens

OXFORD RUSSIA FUND
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2009 (CONTINUED)

Achievements and further plans

Through the grant making activities of the Charity

3,126 undergraduate students at 20 Russian Universities were in 2009 awarded scholarship of approximately USD1,000 (USD2,000, Moscow) each. The scholarships are awarded on merit and are designed to encourage the study of the humanities in Russian Universities. In 2010 the number of undergraduates at 20 Russian Universities who will hold ORF Scholarships is forecast to be 3,600.

Over 2,000 English Language academic books across the humanities have been distributed to each of the 20 Russian Universities.

In 2010 an ebook library has been established with 457 titles from the ORF recommended core library (as well as other titles) which is accessible by students from the 20 Russian Universities participating in the ORF programmes.

Financial Review

As at 31 December 2009 free reserves (represented by unrestricted funds) were \$264,157.

The charity is dependent on grants from the Khodorkovsky Foundation which has agreed to continue the expansion of the charity's work in Russia.

OXFORD RUSSIA FUND**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2009 (CONTINUED)****Statement of Trustees' Responsibilities**

The Trustees are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and regulations

Company law requires the Trustees to prepare accounts for each financial year. Under that law the Trustees have elected to prepare the accounts in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Trustees must not approve the accounts unless they are satisfied that they give a true and fair view of the state of affairs of the charity and the incoming resources and application of resources, including the net income or expenditure, of the charity for that period. In preparing these accounts, the Trustees are required to

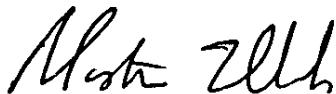
- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and 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.

So far as the Trustees are aware, there is no relevant audit information (information needed by the charity's auditors in connection with preparing their report) of which the charity's auditors are unaware, and

Each Trustee has taken all the steps that he ought to have taken as Trustee in order to make himself aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

This report was approved by the Trustees on 27 April 2010



Trustee

**OXFORD RUSSIA FUND
INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF OXFORD RUSSIA FUND**

We have audited the accounts of Oxford Russia Fund for the year ended 31 December 2009 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. These accounts have been prepared under the accounting policies set out therein.

This report is made solely to the company'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 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 charitable company and its members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

The Trustees' (who are also the directors of Oxford Russia Fund charity the purposes of company law) responsibilities for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and for being satisfied that the charity's accounts give a true and fair view are set out in the Statement of Trustees' Responsibilities.

Our responsibility is to audit the accounts 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 accounts give a true and fair view, have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and have been prepared in accordance with the Companies Act 2006. We also report to you whether, in our opinion, the information given in the Trustees' Report is consistent with the accounts.

In addition we report to you if, in our opinion, the charity has not kept adequate accounting records, if the charity's accounts are not in agreement with the accounting records and returns, if we have not received all the information and explanations we require for our audit, or if certain disclosures of trustees' remuneration specified by law are not made.

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 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 accounts. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the accounts, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

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 that the accounts 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 accounts.

We have undertaken the audit in accordance with the requirements of APB Ethical Standards including APB Ethical Standard - Provisions Available for Smaller Entities, in the circumstances set out in note 1(a) to the accounts.

**OXFORD RUSSIA FUND
INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF OXFORD RUSSIA FUND (CONTINUED)**

Opinion

In our opinion

- the accounts give a true and fair view, of the state of the charitable company's affairs as at 31 December 2009, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended,
- the accounts have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice,
- the accounts have been prepared in accordance with the Companies Act 2006, and
- the information given in the Trustees' Report is consistent with the accounts



Robert Kirtland
Senior Statutory Auditor
For and on behalf of Critchleys, Statutory Auditor
Oxford

4/5/2010

OXFORD RUSSIA FUND

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2009

	Notes	2009 Unrestricted \$	2008 Unrestricted \$
Incoming Resources			
Incoming resources from generated funds			
Voluntary income		5,025,637	8,580,518
Interest receivable		<u>525</u>	<u>9,217</u>
Total incoming resources		<u>5,026,162</u>	<u>8,589,735</u>
Resources Expended			
Charitable activities	2		
Russia Student Scholarships		4,353,201	7,705,658
Library Project		539,221	484,842
Summer Schools		60,196	194,562
Governance costs	5	<u>7,736</u>	<u>6,324</u>
Total resources expended		<u>4,960,354</u>	<u>8,391,386</u>
Net incoming resources		65,808	198,349
Total funds brought forward		<u>198,349</u>	<u>-</u>
Total funds carried forward		<u>264,157</u>	<u>198,349</u>

All activities are continuing All funds are unrestricted

OXFORD RUSSIA FUND

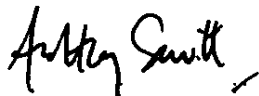
BALANCE SHEET
AT 31 DECEMBER 2009

	Note	2009 \$	2008 \$
Current assets			
Cash at bank and in hand		271,362	286,766
Creditors: amounts falling due within one year	7	<u>(7,205)</u>	<u>(88,417)</u>
Net assets		<u>264,157</u>	<u>198,349</u>
Funds			
Unrestricted funds		<u>264,157</u>	<u>198,349</u>

These accounts are prepared in United States Dollars

The rate of exchange at 31 December 2009 is £1 = \$1 5928 (2008 £1 = \$1 4479)

These accounts were approved and authorised for issue by the Trustees on 27 April 2010



Trustee (A SMITH)

OXFORD RUSSIA FUND

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2009

1 ACCOUNTING POLICES

a) **Basis of preparation**

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards, the Companies Act and the Statement of Recommended Practice (SORP 2005) "Accounting by Charities"

In common with many charities of our size and nature, we use our auditors to assist with the preparation of the accounts

b) **Fund accounting**

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the objects of the charity and which have not been designated for other purposes. Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or which have been raised by the charity for a specific purpose.

c) **Incoming resources**

Incoming resources are generally recognised on a receivable basis and are reported gross of related expenditure, where the amounts are reasonably certain and when there is adequate certainty of receipt.

The following specific policy is applied. Voluntary income is included in the Statement of Financial Activities when it is receivable.

d) **Resources expended**

Resources expended are accounted for on an accruals basis and gross of any related income. They are classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings, they have been allocated to activities on a basis consistent with the use of resources.

- Charitable expenditure comprises direct expenditure including grants. Where costs cannot be directly attributed, they have been allocated to activities on a basis consistent with the use of resources.
- Expenditure on grants is recorded once the commitment to pay the grant has been agreed with the beneficiary. If there is a multi-year grant agreement where the Fund has the rights to terminate the agreement, only the current year's grant is included in resources expended.
- Any support costs specific to one of the activities is allocated wholly to that activity. The remaining support costs are allocated to that activity in proportion to the combined costs of activities undertaken directly and grants.
- Governance costs include those costs, such as Auditors' fees, associated with constitutional and statutory requirements.

e) **Foreign currencies**

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities are retranslated at the rate of exchange ruling at the balance sheet date. All differences are taken to the Statement of Financial Activities.

OXFORD RUSSIA FUND

**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2009 (CONTINUED)**

2 CHARITABLE ACTIVITIES

	Activities undertaken directly \$	Grant funding of activities (note 4) \$	Support costs (note 3) \$	Total 2009 \$	Total 2008 \$
Russian Student Scholarships	-	4,057,390	295,811	4,353,201	7,705,658
Library Project	466,990	66,795	5,436	539,221	484,842
Summer Schools	-	60,000	196	60,196	194,562
	<u>466,990</u>	<u>4,184,185</u>	<u>301,443</u>	<u>4,952,618</u>	<u>8,385,062</u>

3 SUPPORT COSTS

	Russian Student Scholarship \$	Library Project \$	Summer Schools \$	Total 2009 \$	Total 2008 \$
Representative office costs	265,000	-	-	265,000	288,233
Other support costs	30,811	5,436	196	36,443	82,318
	<u>295,811</u>	<u>5,436</u>	<u>196</u>	<u>301,443</u>	<u>370,551</u>

OXFORD RUSSIA FUND

**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2009 (CONTINUED)**

4 ANALYSIS OF GRANTS	2009	2008
	\$	\$
Russian Student Scholarship		
Institutions		
Tomsk State University	293,840	674,348
Higher School of Economics, Moscow	476,160	1,110,522
Ural State University	104,770	238,174
Perm State University	157,156	351,522
Novgorod State University	195,893	473,728
Far Eastern National University	244,867	538,043
Irkutsk State University	195,893	430,435
Nizhni Novgorod State University	261,331	538,043
Tver State University	146,920	322,826
Ulyanovsk State University	157,156	322,826
New Economic School	5,000	-
Southern Federal University	293,840	430,435
Voronezh State University	146,920	215,217
Siberian Federal University	195,893	286,957
Samara State University	154,752	215,217
Petrozavodsk State University	209,541	286,957
Association of Russian Economic Think Tanks	100,000	199,949
Kazan State University	174,617	179,348
Kuban State University	130,596	143,478
Saratov State University	137,781	143,478
Tyumen State University	139,694	143,478
Yaroslav State University	104,770	107,609
European University at St Petersburg	<u>30,000</u>	<u>-</u>
	4,057,390	7,352,590
Library Project		
Institutions		
St Antony's College, Oxford	60,640	-
University of Oxford (Faculty of Medieval and Modern Languages)	6,155	-
Voronezh University	<u>-</u>	<u>8,000</u>
	<u>66,795</u>	<u>8,000</u>
Summer Schools		
Tomsk State University	-	40,000
European University at St Petersburg	-	65,900
Creative Industries	<u>60,000</u>	<u>75,000</u>
	<u>60,000</u>	<u>180,900</u>
Total grants	<u>4,184,185</u>	<u>7,541,490</u>

OXFORD RUSSIA FUND

**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2009 (CONTINUED)**

5	GOVERNANCE COSTS	2009	2008
		\$	\$
	Auditors' remuneration - audit and accountancy	<u>7,736</u>	<u>6,324</u>
	No Trustee received any remuneration or reimbursement of expenses in the period		
6	STAFF COSTS	2009	2008
		\$	\$
	Wages and salaries	<u>13,775</u>	<u>36,516</u>
		No	No
	Average number of employees	<u>3</u>	<u>3</u>
	No employees' emoluments exceeded £60,000 in the year		
7	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2009	2008
		\$	\$
	Accruals	7,205	16,762
	Grant liabilities	<u>-</u>	<u>71,655</u>
		<u>7,205</u>	<u>88,417</u>
8	RELATED PARTIES		
	A Tulloch, A Smith, A Dalton and B Saltykov are also the Trustees of the Khodorkovsky Foundation		
	The Khodorkovsky Foundation made grants to Oxford Russia Fund of \$5,025,637 (2008 \$8,580,518)		
	during the year		