

Annual Report and Financial Statements

Year ended 31 December 2008



Trust
for
London

Supporting ▶ London's ▶ Communities ▶

Trust For London

Annual Report and
Financial Statements
for the

Year ended 31 December 2008

Tel: 020-7606 6145
Fax: 020-7600 1866
Email: trustforlondon@cityparochial.org.uk
Web-Site: www.trustforlondon.org.uk



Supporting ► London's ► Communities ►

Registered Charity No. 294710

6 Middle Street
London EC1A 7PH

Trustee's Annual
Report
pages 1-8

Independent Auditors'
Report
pages 9-10

Statement of Financial
Activities
page 11

Balance Sheet
page 12

Cash Flow Statement
page 13

Notes forming part of the
accounts
pages 14-17

Five Year Summary
page 18

History
page 19

Trustees, Officers and
Advisers
pages 20-21



Supporting ▶ London's ▶ Communities ▶

Trust for London Trustee's Report

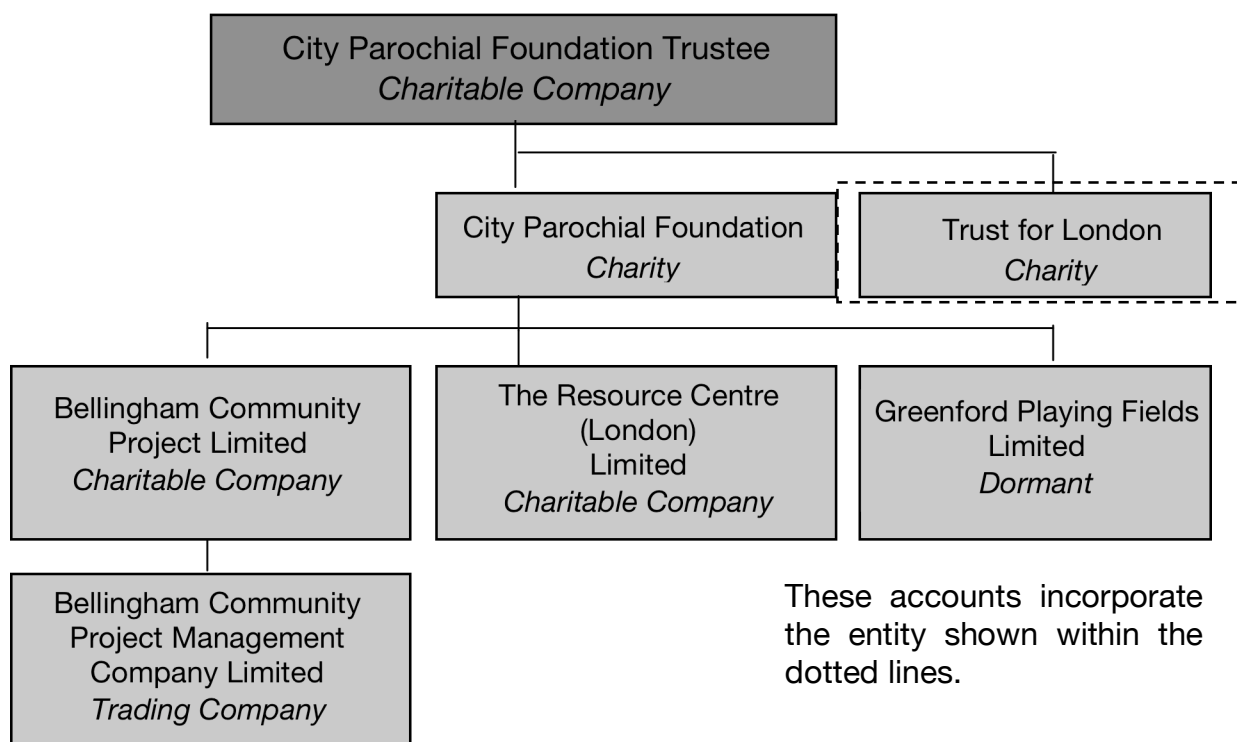
1. Introduction

This has been the second year of the grants policy introduced by the Trust For London following the quinquennial review undertaken in 2006. The number, size and destination of the grants awarded have reflected that new policy. As in the past, the overall objective of the Trust has remained to benefit local communities by supporting small or emerging organisations. The financial position of the Trust, in common with other investors, deteriorated such that the endowment fund at the year end stood at £14.8 million.

2. Structure, governance and management

2.1 Structure

Corporate Structure



2.2 Trustees

The Trustees on the Foundation's Central Governing Body (CGB) are both Directors of the company and Trustees of City Parochial Foundation Trustee. Up to 17 governing body members are normally appointed by a variety of nominating bodies or by itself.

Trust for London Trustee's Annual Report and Financial Statements 2008

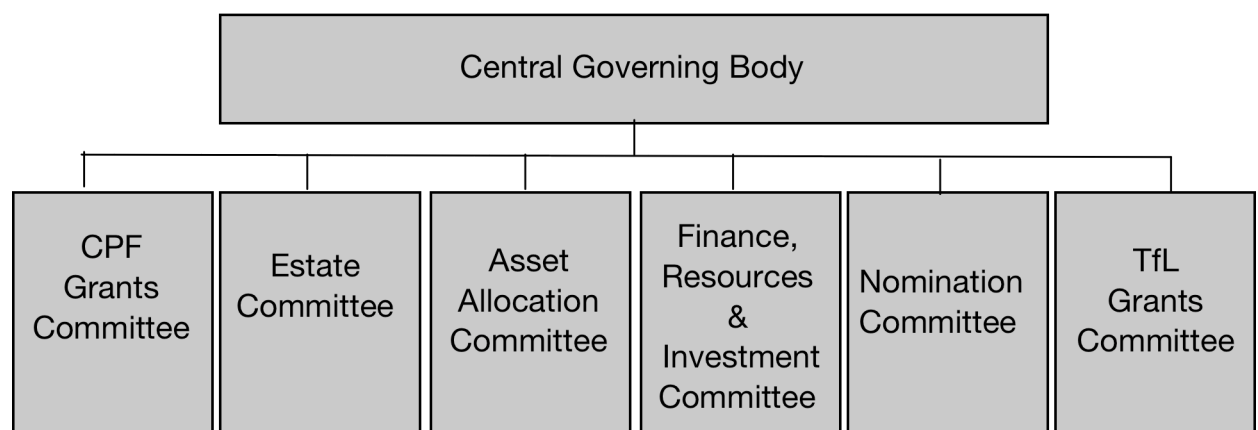
There is a policy in place to cover the induction and training of new trustees. Both face-to-face meetings and written information are provided and training opportunities are offered on an ongoing basis.

All trustees give freely of their time and no trustee remuneration was paid in the year. Details of trustee expenses and related party transactions are disclosed in notes 8 and 16 to the accounts. Trustees are required to disclose all relevant interests and withdraw from decisions where a conflict of interest arises in accordance with policy.

All the governing body members are appointed on a five-year term by their nominating body.

2.3 Governance

The Central Governing Body has ultimate oversight and responsibility for the Trust's activities but has delegated decision making to trustee committees.



The Trust shares premises with the City Parochial Foundation. A small staff team, currently 16, works for the Foundation providing appropriate input into the policy debates, and the means of implementing all the decisions taken. It is estimated that an annual equivalent of one and a half staff members' time is spent on Trust for London business. Other facilities and general administration services are also shared and costs are apportioned accordingly.

The advisers to the Trust namely the Solicitors, the Property Investment Advisers, the Investment Managers and the Auditors, have an important role in raising issues and in some cases working with the staff on preliminary policy papers.

2.4 Risk management

The Trustee has a formal risk management process to assess business risks and implement risk management strategies. This involves identifying the types of risks it faces, categorising them in terms of potential impact and likelihood of occurrence, and identifying means of mitigating the risks. As part of the process the Trustee has reviewed the adequacy of the Trust's internal controls and ongoing work will be undertaken by all the working committees entrusted with oversight of control functions to ensure their adequacy.

3. Objectives and activities for the public benefit

3.1 Core objects

The Trust can, through its grant making, support general purposes which are wholly or primarily for the benefit of Greater London as may be exclusively charitable.

The Trust in particular aims to support small new and emerging organisations that benefit local people and communities in London and considers that this is of public benefit to all.

The Trustee confirms that that it has referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Foundation's aims and objectives and in planning future activities and setting the grant making policy for the year.

3.2 Strategies employed to achieve objectives

The three key strategies employed to achieve these objectives are: -

Use of expendable endowment

Although the Trust has an expendable endowment, it is managed in perpetuity and seeks to maintain its value in real terms. To enable the Trust to provide a regular and increasing stream of income for the Trust's beneficiaries, the Trust has agreed that in addition to spending the income derived from the endowment, it will also expend a proportion of the endowment fund itself, while still aiming to provide for growth in the endowment at least in line with inflation.

Investment policy and asset allocation

The Trust has an investment strategy that is reviewed at least every two years. There are no restrictions on the Trust's power to invest. The endowment is invested in an investment portfolio with a view to maximising its total return, without taking undue risks. Financial markets are subject to volatility in the short run and the aim of our longer term strategy is to enable us to maintain a steady grant making pattern.

Grant making

The Foundation reviews the performance of the Trust against its grant objectives every five years and revises its priorities accordingly to ensure that it reflects the charity's objects and thereby advances public benefit. Halfway through this period an interim review is also carried out. These reviews provide an opportunity to review gaps in the funding programme and to discuss how to address these, which are fed back into the planning process. In the coming year the Trust intends to make fewer but larger grants with the intention that those grants have more impact.

The Trust operates through an open programme and occasionally through the funding of special initiatives. The open programme is available to any eligible applicant whilst the special initiatives are designed to achieve greater impact through a more focused approach. This latter approach leads to the Trust becoming more 'engaged' as a funder and in 'adding value'. The many and varied ways in which this has been achieved include having a greater potential to influence policy makers, government and other external bodies and a greater capacity to get relevant people around the table – through our capacity to act as an 'honest broker' due to our independence.

3.3 Activities

The major activities in the year were: -

- a) the management of investment and indirect property portfolios
- b) the making of grants supporting London's communities.

4 Financial review and achievements in the year

Incoming resources

Like many investors, the Trust lost fund value in the recent market turbulence with our portfolio returning -22% in 2008. The income from listed investment and cash held as part of the investment portfolio reduced to £556,006 in 2008 compared to £560,808 in 2007. Income from property unit trusts at £88,902 was also down from £114,089 in 2007.

i) Investment performance

Investment performance is driven by asset allocation decisions, the state of the investment markets and the manager performance. The total returns by investment asset class for assets held for the full year are set out in the chart below.

Sector	% Total Return 2008	Benchmark 2008
Passively managed equities	-19.3	-18.5
Indirect property investments	-22.9	-23.9
Actively managed equities	-23.9	-23.7
Total portfolio	-22.5	-22.3

Equity investments

The market value of the investment portfolio reduced by 27% to £13,669,936 from £18,797,673 at 31 December 2007 mainly due to the global financial turmoil during the year. The active investment managers were tasked to run actively managed portfolios for the Combined Fund on a discretionary basis with a current mandate to outperform a composite index comprising 50% of the FT All Share and 50% of the MSCI World £ Index (Developed Markets), both on a rolling three year total return (net) basis. The passive managers run an index tracking portfolio aiming to match the WM Charities (ex property) index on a rolling three year basis gross of fees. Actual performance is included in the chart above.

Indirect property Investments

There is also an indirect property portfolio investing in four different funds. The market value of these property holdings continued to fall during the year. Taking into account one redemption, the fund stood at £1,248,864 at the year-end compared to £2,193,751 in 2007. The aim is to out perform the HSBC/APUT All balanced Funds annual index. Actual performance is included in the chart above.

ii) Grants payable

2008 was the second year of the 2007-11 quinquennial programme for the Trust during which it was distributing grants to benefit local people and communities in London with the following priorities:

- To challenge discrimination faced by disabled people
- To promote the inclusion and integration of recently established communities
- To strengthen mother-tongue and supplementary schools to provide creative opportunities;
- To address new and emerging needs

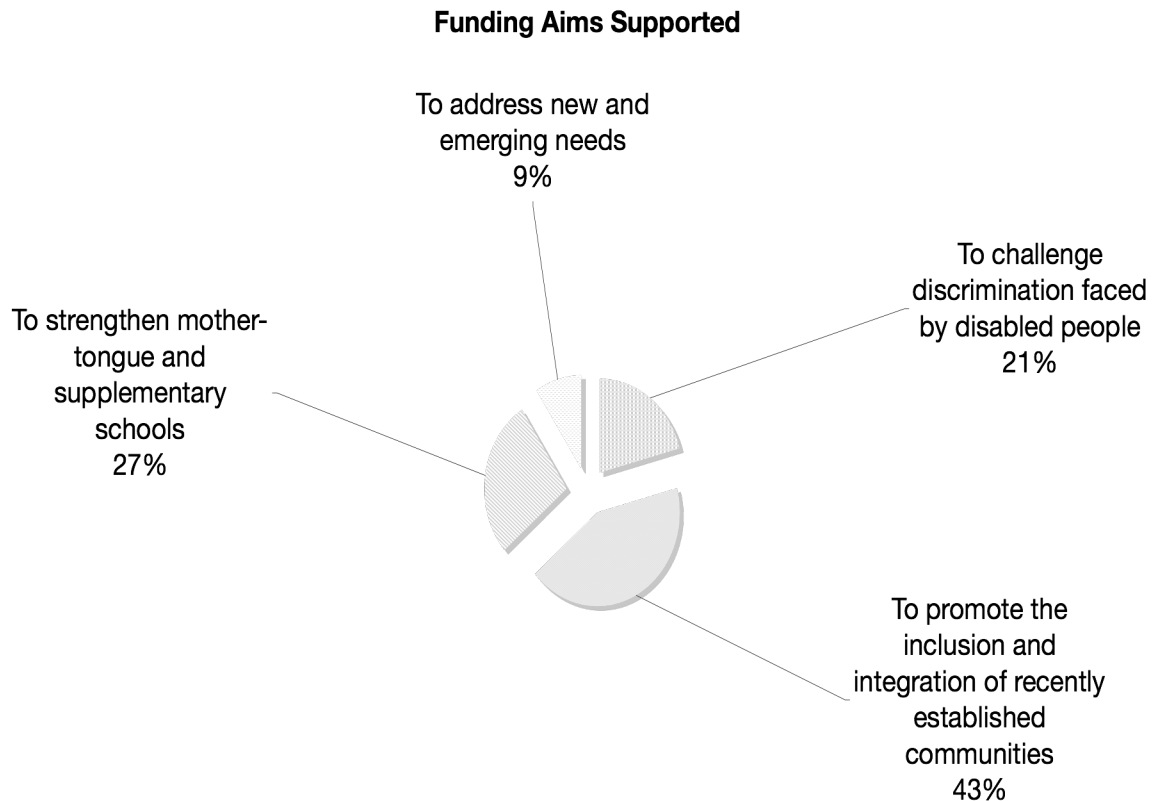
It particularly aimed at working with the excluded, the disadvantaged and those discriminated against.

In order to ensure that funding is allocated to organisations new to the Trust, this is monitored annually. In 2008, 42% of applications funded were new to the Trust (2007: 50%).

The grants budget for the year was £902,000 (2007: £875,000). The Trust under its open programme made 47 grants (2007: 54 grants) totalling £778,919 (2007: £1,126,244) of which a substantial number were made to promote the inclusion and integration of recently established communities.

Trust for London Trustee's Annual Report and Financial Statements 2008

An analysis of how grants were allocated to different priority areas is shown below:



Grants analysis and policies

Two separate publications 'Annual Review 2008' and 'Grants List 2008' give further details of the grants made from the Trust. Our grant policies are detailed in our current 'Funding guidelines' publication. It is the Trust's view that proper assessment and monitoring of charitable priorities in London cannot be achieved without making visits to all grant applicants. Further details are available from our offices and on the website.

A reconciliation of grants shown in the Grants List is given below:

	2008 £	2007 £
Grants per Grants List	778,919	1,126,244
Grants written back	<u>(28,634)</u>	<u>(41,571)</u>
Net Trust grants	<u><u>750,285</u></u>	<u><u>1,084,673</u></u>

5 Reserves policy

Originally the Trustee's policy was to allocate the net income of the Trust as being available to defray the expenses of the Trust and to make grants. In 2002 because the income return on the endowment was declining whilst the endowment fund had increased in value, the Trust agreed that it would, in addition, spend from the endowment fund to enable grant giving to be increased. It is the Trust's policy not to maintain any unrestricted reserves as ongoing working capital is available from the expendable endowment fund.

6 Plans for the future

The Trust is implementing its quinquennial priorities. The Grant guidelines are issued in booklet form and are also on the web. These give the priorities, expand upon how we intend to administer our funding and explain the application process.

Reviews of individual grant outcomes will be carried out. The Trust puts great store by monitoring and evaluation as a source of information from which it can both learn and disseminate learning to others.

To ensure that the Trust responds to the needs of users and allows them to influence the charity's development, organisations that benefit the local communities of London will be consulted during an interim review in the five yearly planning cycle.

As regards investment, suffice it to say the Trust intends to continue to maximise, over the long term, the funds available for distribution to enable it to continue supporting London's communities.

7 Statement of Trustee's responsibilities in respect of the Trustee's annual report and the financial statements

Under charity law, the Trustee is responsible for preparing the Trustee's Annual Report and the financial statements for each financial year which show a true and fair view of the state of affairs of the charity and of the excess of expenditure over income for that period.

In preparing these financial statements, generally accepted accounting practice entails that the Trustee:

- selects suitable accounting policies and then applies them consistently;
- makes judgements and estimates that are reasonable and prudent;
- states whether the recommendations of the Statement of Recommended Practice have been followed, subject to any material departures disclosed and explained in the financial statements;
- states whether the financial statements comply with the trust deed and rules, subject to any material departures disclosed and explained in the financial statements;
- prepares the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue its activities.

Trust for London Trustee's Annual Report and Financial Statements 2008

The Trustee is required to act in accordance with the trust deed and the rules of the charity, within the framework of trust law. It is responsible for keeping proper accounting records, sufficient to disclose at any time, with reasonable accuracy, the financial position of the charity at that time, and to enable the trustee to ensure that, where any statements of accounts are prepared by it under section 42(1) of the Charities Act 1993, those statements of accounts comply with the requirements of regulations under that provision. It has general responsibility for taking such steps as are reasonably open to it to safeguard the assets of the charity and to prevent and detect fraud and other irregularities.

The Trustee is responsible for the maintenance and integrity of the financial and other information included on the charity's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

8 Disclosure of information to auditors

The Trustee who held office at the date of approval of this Trustee's report confirms that, so far as it is aware, there is no relevant audit information of which the charity's auditors are unaware; and the Trustee has taken all the steps that it ought to have taken as a trustee to make itself aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

9 Trustee matters

The Trustee of the Trust for London throughout the year has remained City Parochial Foundation Trustee. The Central Governing Body of CPF Trustee saw changes in that Roger Evans, Deborah Finkler and Lynne Hillan joined. Clodagh O'Donnell, Cameron Geddes and Lynda Stevens stepped down.

The work of the Trustee has been as efficiently supported as ever by the CPF staff, to whom the Trust for London is very grateful for their enthusiasm, loyalty and commitment.

By order of the Trustee
2009

Nigel Pantling 26 June

Trust for London Trustee's Annual Report and Financial Statements 2008

Report of the independent auditors to the Trustee of the Trust for London

We have audited the financial statements of Trust for London for the year ended 31 December 2008 which comprise the Statement of Financial Activities, the Balance Sheet and the Cash Flow Statement and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the charity's trustee, in accordance with section 43 of the Charities Act 1993 and regulations made under section 44 of that Act. Our audit work has been undertaken so that we might state to the charity's trustee those matters we are required to state to it 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 charity and its trustee, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the Trustee and Auditors

The Trustee's responsibilities for the preparation of the financial statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice) are set out in the Statement of Trustee's Responsibilities on page 7.

We have been appointed as auditors under section 43 of the Charities Act 1993 and report in accordance with regulations made under section 44 of that Act. 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 Charities Act 1993. We also report to you if, in our opinion, the Trustee's Annual Report is not consistent with the financial statements, if the charity has not kept proper accounting records, or if we have not received all the information and explanations we require for our audit.

We read the Trustee's Annual Report and consider the implications for our report if we become aware of any apparent misstatements within it. 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 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 financial statements. It also includes an assessment of the significant estimates and judgments 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.

Trust for London Trustee's Annual Report and Financial Statements 2008

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, in accordance with UK Generally Accepted Accounting Practice, of the state of the charity's affairs as at 31 December 2008 and of its incoming resources and application of resources for the year then ended; and
- have been properly prepared in accordance with the Charities Act 1993.

KPMG LLP

Chartered Accountants, Registered Auditor

1 Forest Gate, Brighton Road, Crawley, West Sussex RH11 9PT

Statement of Financial Activities *for the year ended 31 December 2008*

Income and expenditure	Notes	Unrestricted Funds 2008 £	Endowment Funds 2008 £	Total 2008 £	Total 2007 £
Incoming resources					
<i>Incoming resources from generated funds</i>					
Grants receivable	2	-	-	-	350,000
Investment income	3	644,908		644,908	674,897
Total incoming resources		644,908	-	644,908	1,024,897
Resources expended					
<i>Costs of generating funds</i>					
Investment management costs	5	(19,003)	(50,265)	(69,268)	(68,171)
<i>Charitable activities:</i>					
Supporting local communities	6	(849,440)		(849,440)	(1,183,048)
Governance costs	7	(14,192)		(14,192)	(12,860)
Total resources expended		(882,635)	(50,265)	(932,900)	(1,264,079)
Net outgoing resources before transfers		(237,727)	(50,265)	(287,992)	(239,182)
Gross transfers between funds	14	242,527	(242,527)	-	-
Net incoming/(outgoing) resources before other recognised gains/(losses)		4,800	(292,792)	(287,992)	(239,182)
Other recognised gains/(losses)					
(Losses)/gains on investment assets	9	(4,800)	(5,505,279)	(5,510,079)	688,855
Net movement in funds		-	(5,798,071)	(5,798,071)	449,673
Fund balances brought forward at 1 January		-	20,565,374	20,565,374	20,115,701
Fund balances carried forward at 31 December		-	14,767,303	14,767,303	20,565,374

All of the above results are derived from continuing operations. All gains and losses recognised in the year are included above.

The notes on pages 14 to 17 form part of these accounts

Balance Sheet as at 31 December 2008

	Notes	2008 £	2007 £
Fixed Assets			
Investments	9	14,918,800	20,991,424
		<hr/>	<hr/>
		14,918,800	20,991,424
Current Assets			
Debtors	10	38,002	46,663
Cash and short term deposits		927,698	831,212
Cash at bank and in hand		423,196	1,329,652
		<hr/>	<hr/>
		1,388,896	2,207,527
Liabilities			
Creditors: amounts falling due within one year	11	(1,379,677)	(2,219,878)
Net Assets/ Current (Liabilities)		<hr/>	<hr/>
		9,219	(12,351)
Total assets less current liabilities		<hr/>	<hr/>
		14,928,019	20,979,073
Creditors: amounts falling due after one year	12	(160,716)	(413,699)
Net Assets		<hr/>	<hr/>
		14,767,303	20,565,374
The funds of the charity			
Expendable endowment funds		14,767,303	20,565,374
Unrestricted funds		-	-
Total charity funds		<hr/>	<hr/>
		14,767,303	20,565,374

The accounts were approved by the Trustee on 26 June 2009 and signed on its behalf by:

Nigel Pantling
Chair

The notes on pages 14 to 17 form part of these accounts

Cash flow statement *for the year ended 31 December 2008*

	Note	2008 £	2007 £
Cash (outflow)/ inflow from operating activities	A	(1,377,315)	50,228
Investment and capital expenditure			
Purchase of investments		(3,635,643)	(16,284,067)
Sales of investments		4,202,988	16,857,620
Net cash inflow from investments and capital expenditure		567,345	573,553
Cash			
(Decrease)/ Increase in cash		(809,970)	623,781
Analysis of change in cash			
Cash balance as at 1 January		2,160,864	1,537,083
Net cash (outflow)/ inflow		(809,970)	623,781
Cash balance as at 31 December		1,350,894	2,160,864

Note to the cash flow statement

A Reconciliation of operating result to net cash outflow from operating activities

Net outgoing resources before revaluations	(292,792)	(236,620)
Decrease/(increase) in debtors	8,661	(14,233)
Increase in creditors:		
Amounts falling due within one year	(840,201)	54,719
(Decrease)/ Increase in creditors:		
Amounts falling due within more than one year	(252,983)	246,362
Net cash (outflow)/ inflow from operating activities	(1,377,315)	50,228

Notes to the accounts *for the year ended 31 December 2008*

1 Accounting policies

(i) Preparation of financial statements

The financial statements are prepared under the historical cost convention, with the exception of investments which are included on a market value basis. The accounts have been prepared in accordance with applicable accounting standards, Charities Acts and the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2005).

(ii) Incoming Resources and Resources Expended

All income and expenditure is shown in the Statement of Financial Activities.

Investment income and income tax recoverable are accrued.

Costs of generating funds comprises those operational costs directly attributable to managing the investment and property portfolio and raising investment and rental income, those expended on marketing and an appropriate proportion of general overheads which are identifiable wholly or mainly in support of generating income.

Charitable activities include grants made for charitable purposes at the discretion of the Trustee are accounted for in the year when they are approved by the Trustees. When grants are withdrawn or unclaimed they are shown as a deduction from grants payable. Grants approved by the Trustee but not paid at the year end are carried forward as a liability. They also include services which are identifiable wholly or mainly in support of charitable expenditure and an appropriate proportion of general overheads.

Governance costs are those incurred in connection with the governance arrangements of the Trust as opposed to those associated with charitable activity. They cover the costs of compliance with constitutional and statutory requirements and include audit fees, legal fees and costs of trustee meetings.

In some cases costs are incurred for both the Trust and the City Parochial Foundation. The basis of apportionment between the two charities is in relation to gross income and staff time spent on each charity's business.

(iii) Investments

Investments are shown at the middle market price ruling at the Balance Sheet date. Certain property unit trusts are shown at net asset value.

Realised and unrealised gains and losses are reflected in the Statement of Financial Activities and allocated to the respective funds.

(iv) Pensions

There is a group personal pension scheme for staff. Contributions are accounted for as and when made.

(v) Fund Accounting

General funds are available for use at the discretion of the Trustee in furtherance of the general objectives of the Trust.

The Endowment Fund is expendable and therefore available for distribution as grants or loans for charitable purposes at the discretion of the Trustee. The Trustee intends however that it will only make distributions of income and capital so as to achieve sustainable growth within the endowment.

(vi) Taxation

Trust for London is registered as a charity under Section 505, the Taxes Act 1988. The charity is not subject to taxation on its charitable activities.

Where appropriate, all costs are shown inclusive of VAT as the charity is unable to recover VAT on its activities.

Notes to the accounts *for the year ended 31 December 2008 (continued)*

2 Grants receivable	2008	2007
	£	£
City Parochial Foundation: Safeguarding Children's Rights	-	350,000
	-	350,000

3 Investment Income

Income from listed investments	511,966	543,075
Interest receivable	44,040	17,733
Income from property unit trusts	88,902	114,089
	644,908	674,897

4 Allocation of support costs and overheads in 2008

	Costs of generating funds	Governance	Charitable activities	Total allocated
	£	£	£	£
Grants: Supporting local communities	-	-	750,285	750,285
Staff costs	13,417	3,947	61,563	78,927
In house publications	-	-	11,158	11,158
Legal and professional fees	485	945	2,369	3,799
Audit fees	-	6,884	-	6,884
Trustee's expenses	-	2,008	-	2,008
Investment management fees	50,265	-	-	50,265
Other office costs	5,101	408	24,065	29,574
Totals for 2008	69,268	14,192	849,440	932,900
Totals for 2007	68,171	12,860	1,183,048	1,264,079

Where costs are allocated the basis of apportionment is staff time spent on each activity. Other costs mainly relate to premises costs.

5 Cost of generating funds

	2008	2007
	£	£
Staff costs	13,417	12,266
Investment management fees	50,265	49,997
Legal and professional fees	485	705
Other costs of generating funds	5,101	5,203
	69,268	68,171
less charged against endowment funds		
Investment management fees	(50,265)	(49,997)
Net cost charged to unrestricted funds	19,003	18,174

6 Charitable activities

	2008	2007
	£	£
Grants made - 47 in number (2007: 54)	778,919	1,126,244
less grants written back	(28,634)	(41,571)
Net grants made	750,285	1,084,673
Charitable costs		
Staff costs	61,563	56,281
In house publications	11,158	11,635
Legal and professional fees	2,369	3,441
Other charitable costs	24,065	27,018
	849,440	1,183,048

Further details and analysis of grants made is available in the Trustee's report, the Annual Review 2008 and the Grants List 2008. The last two reports are available from our offices and on the website.

Notes to the accounts *for the year ended 31 December 2008 (continued)*

	2008	2007
	£	£
7 Governance costs		
Staff costs	3,947	3,608
Legal and professional fees	945	757
Trustee's expenses	2,008	1,145
Audit fees	6,884	7,060
Other costs	408	290
	14,192	12,860

Other costs mainly relate to costs incurred in preparing statutory accounts

8 Staff costs attributable to the Trust

Wages and salaries	64,214	58,989
Social Security costs	7,111	6,431
Pension costs	7,602	6,735
	78,927	72,155

On average the equivalent of one and a half staff members' time is allocated to the Trust for London (2007: 1.5).

The Foundation makes contributions at a rate of 10% to individuals' personal pensions within the group scheme, provided they make a matching 3% contribution. The Trust is allocated a proportion of the pension costs.

The Trust is allocated a proportion of governing body costs. No member received remuneration during the year (2007: nil).

Out of pocket expenses were reimbursed to governing body members as follows:

	2008	2007	2008	2007
	No.	No.	£	£
Lip speaker services	-	1	-	102
Travel	2	2	157	47
Training/seminars/induction	4	5	1,151	1,429
	6	8	1,308	1,578

9 Investments	2008	2007
Listed investments :		
Market value at 1 January	18,797,673	18,037,568
Additions	3,635,643	16,284,067
Disposals	(3,749,580)	(16,515,962)
Realised and unrealised (losses)/gains	(5,013,800)	992,000
Market value at 31 December	13,669,936	18,797,673
Investment indirect property :		
Market value at 1 January	2,193,751	2,841,116
Disposals	(453,407)	(341,658)
Realised and unrealised (losses)/gains	(491,480)	(305,707)
Market value at 31 December	1,248,864	2,193,751
Total investments	14,918,800	20,991,424
Listed investments:		
Sterling fixed interest	1,165,763	1,157,875
UK Equities and convertibles	6,077,676	8,802,138
Overseas investments	6,426,497	8,837,660
	13,669,936	18,797,673
Unlisted investments		
Indirect property	1,248,864	2,193,751
Total investments by type	14,918,800	20,991,424
Historical cost at 31 December	17,019,446	18,003,181

Notes to the accounts *for the year ended 31 December 2008 (continued)*

10 Debtors

	2008 £	2007 £
Other debtors	1,405	1,665
Prepayments and accrued income	36,597	44,998
	38,002	46,663

11 Creditors: Amounts falling due within one year

Grants payable	1,025,071	814,518
Amount due to connected charity (City Parochial Foundation)	337,665	980,348
Other creditors	-	404,076
Accruals	16,941	20,936
	1,379,677	2,219,878

12 Creditors: Amounts falling due after more than one year

Grants payable	160,716	413,699
	160,716	413,699

13 Analysis of net assets between funds

	2008			
	Investments £	Net Current Assets £	Long term Liabilities £	Total £
Endowment funds	14,918,800	9,219	(160,716)	14,767,303
Unrestricted funds	-	-	-	-
	14,918,800	9,219	(160,716)	14,767,303

14 Transfers between funds

The transfer of £242,527 (2007: £186,623) from the expendable endowment fund to the unrestricted fund represents the proportion of the endowment fund used to supplement the income derived from it, allowing the charitable activities of the Trust to be fulfilled in accordance with the planned spend of £902,000 (2007: £875,000).

15 Connected charity

The charity's Trustee is City Parochial Foundation Trustee, a charitable company limited by guarantee. The Trust for London shares offices and administration facilities with the City Parochial Foundation, a fellow trust also administered by City Parochial Foundation Trustee, and staff and other costs are apportioned in an equitable way between the charities.

16 Related party transactions

The Trustee confirms that there have been no related party transactions during the year which would require disclosure under FRS 8.

TRUST FOR LONDON

	2008 £000	2007 £000	2006 £000	2005 £000	2004 £000
STATEMENTS OF FINANCIAL ACTIVITIES					
Incoming resources					
<i>Incoming resources from generated funds</i>	645	1,025	675	616	571
Total incoming resources	645	1,025	675	616	571
Resources expended					
<i>Costs of generating funds</i>					
Investment management costs	(69)	(68)	(52)	(50)	(45)
<i>Charitable activities:</i>					
Supporting local communities	(850)	(1,183)	(775)	(717)	(698)
Governance costs (prior to 2004 Management and Admin costs)	(14)	(13)	(12)	(13)	(12)
Total resources expended	(933)	(1,264)	(839)	(780)	(755)
Net outgoing resources	(288)	(239)	(164)	(164)	(184)
Other recognised gains and losses					
(Losses)/ Gains on investment assets	(5,510)	688	1,774	2,666	1,221
Net movement in funds	(5,798)	449	1,610	2,502	1,037
Fund balances brought forward	20,565	20,116	18,506	16,004	14,967
Fund balances carried forward	14,767	20,565	20,116	18,506	16,004
BALANCE SHEETS AS AT 31 DECEMBER					
Fixed Assets					
Investments	14,919	20,991	20,879	18,946	16,379
Current Assets					
Debtors	38	47	32	40	35
Cash at bank and in hand	1,351	2,161	1,537	1,518	1,078
	1,389	2,208	1,569	1,558	1,113
Current creditors	(1,380)	(2,220)	(2,165)	(1,898)	(1,361)
Net Current Assets/Liabilities	9	(12)	(596)	(340)	(248)
Creditors: amounts falling due after more than one year	(161)	(414)	(167)	(100)	(127)
Net Assets	14,767	20,565	20,116	18,506	16,004
Capital Funds					
Endowment Funds	14,767	20,565	20,116	18,506	16,004
	14,767	20,565	20,116	18,506	16,004

This page does not form part of the audited accounts

Trust for London Trustee's Annual Report and Financial Statements 2008

History

The Trust for London was formed on 12 May 1986 when the City Parochial Foundation became the Trustee of the Trust for London. It was set up with an expendable endowment of £10m derived from the proceeds of sales of the Greater London Council's assets. The Trust made its first grants early in 1988 and during its first four year funding programme (1988-1991) it made nearly 770 grants amounting to almost £2.5m. Since then it has continued to distribute its income to beneficiaries in accordance with its objectives.

The Trust's investment powers are governed by its deed dated 12 May 1986. It has the power to apply or invest, either in its own name or in the names of nominees, monies in the purchase of or at interest upon the security of all investments of property of whatsoever nature and wheresoever situate.

By an Order of the Charity Commissioners dated 18 February 2005, City Parochial Foundation Trustee, a company limited by guarantee, was appointed as the trustee of Trust for London in place of City Parochial Foundation.

Trust for London Trustee's Annual Report and Financial Statements 2008

Trustees

The Trustee of Trust for London is the City Parochial Foundation Trustee whose governing body members and nominating bodies, where applicable, as at 26 June 2009 are listed below:

Nominating Body	Trustee	Committees
<i>City Parochial Foundation</i>	Miles Barber Maggie Baxter Tzeggai Yohannes Deres Robert Laurence Elahe Panahi Nigel Pantling (<i>Chair</i>) Ingrid Posen Lynda Stevens (Retired 4/4/09) Wilf Weeks Peter Williams (<i>Vice Chair</i>)	A,F A,E,G,N G A,G,E A,G A,E,F,G,N G,F G,E E,G A,E,F,G,N
<i>City of London</i>	Revd Dr Martin Dudley Archibald Galloway Robert Hughes-Penney	E,G E,G F,G
<i>Church Commissioners</i>	The Archdeacon of London, Peter Delaney Deborah Finkler (Appointed 5/12/08)	A,G,E F
<i>London Councils</i>	Cameron Geddes (Resigned 5/12/08) Lynne Hillan (Appointed 5/12/08)	
<i>Greater London Authority</i>	Clodagh O'Donnell (Resigned 22/7/08) Roger Evans (Appointed 19/9/08)	

Key to Committees:

A	Asset Allocation	E	Estate Committee
G	Grants Committee	F	Finance, Resources & Investment Committee
N	Nominations Committee		

Trust for London Trustee's Annual Report and Financial Statements 2008

Officers and Advisers

Principal Staff:

<i>Chief Executive and Clerk to the Trustees</i>	Bharat Mehta
<i>Director of Finance & Administration</i>	Carol Harrison
<i>Director of Policy & Grants</i>	Mubin Haq
<i>Director of Special Initiatives & Evaluation</i>	Sioned Churchill

Professional Advisers:

<i>Solicitors</i>	Farrer & Co, 66 Lincoln's Inn Fields, London WC2A 3LH
<i>Auditors</i>	KPMG LLP, 1 Forest Gate, Brighton Road, Crawley RH11 9PT
<i>Bankers</i>	Lloyds TSB Bank plc, Public and Community Sector, 25 Gresham Street, London EC2V 7HN
<i>Investment Managers</i>	RCM (UK) Ltd 155 Bishopsgate, London EC32M 3AD Martin Currie Investment Management UK Limited, Saltire Court, 20 Castle Terrace, Edinburgh EH1 2ES Veritas Asset Management (UK) Limited, Elizabeth House, 39 York Road, London SE1 7NQ
<i>Property Investment Advisers - indirectly held portfolio</i>	CBRE Investors, 64 North Row, London W1K 6DA