

Charity Registration No. 312500

**ALDGATE AND ALLHALLOWS BARKING EXHIBITION
FOUNDATION**



**GOVERNORS' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

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**ALDGATE AND ALLHALLOWS BARKING EXHIBITION FOUNDATION
GOVERNORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2011**

The Governors present their report and audited financial statements for the year ended 31 December 2011.

This report has been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charity's Trust Deed, the Charities Act 2011 and the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005.

Reference and Administrative details of the Charity, its Governors and Advisors

Aldgate and Allhallows Barking Exhibition Foundation is a charity registered in England and Wales no: 312500. The charity was established by a scheme dated 8 February 1971 made by the Secretary of State for Education and Science under Section 18 of the Charities Act 1960.

The principal address of the charity is 31 Jewry Street, London, EC3N 2EY.

The Governors who served in the year and up to the date of their report were:

J.M. Hall (Chairman)
H. W. Whitbread (Deputy Chairman)
Revd Laura Burgess
K.M. Everett
G.B. Forbes
Ms M. Fredericks
W.J. Hamilton-Hinds
R. Hazlewood
C.S. Islam
P. James
Mrs D. Jones
Mrs S. Knowles
D.B. Mash
Revd Bertrand Oliver
D.J. Ross CBE

The Clerk to the Governors is R.M. Foley MSc.

There are three ex-officio Governors; six Governors are appointed by nominating bodies and a further six Governors are co-opted. Governors serve for three years after which period they may put themselves forward for re-appointment. Governors meet formally twice a year and are all invited to acquaint themselves with the work of the beneficiaries who are supported by the Foundation.

**ALDGATE AND ALLHALLOWS BARKING EXHIBITION FOUNDATION
GOVERNORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2011**

A review of performance has included skills audit, training needs and skills gaps within the overall body. Nominating bodies are made aware of skills requirements and their applicants are selected on these requirements. Co-opted vacancies are selected from similar criteria on recommendation from within the governing body.

Mr Everett and the Revd Laura Burgess are Governors of Sir John Cass's Foundation.

Mr Forbes is also a Governor of Sir John Cass's Foundation and is an appointee to the Aldgate and Allhallows Barking Exhibition Foundation from the Central Foundation Schools of London.

The day to day administration of the Foundation is carried out by the staff of Sir John Cass's Foundation for which a fee is paid. As the Foundation does not employ staff and owns very little property, the Foundation is exposed to fewer risks than some other charitable organisations. An agreement between the two Foundations was signed in May 2009.

With respect to the risks attached to investment management and grant making, Governors are satisfied with the procedures that have been established to review these risks regularly, and with the actions taken to mitigate exposure to them.

**ALDGATE AND ALLHALLOWS BARKING EXHIBITION FOUNDATION
GOVERNORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2011**

The principal advisors to the charity are:

Auditors	Myers Clark Chartered Accountants and Statutory Auditors Iveco House Station Road Watford Hertfordshire WD17 1DL
Bankers	Cater Allen Limited 9 Nelson Street Bradford BD1 5AN
Investment advisors	Aberdeen Asset Management Limited 10 Queens Terrace Aberdeen AB10 1YG
Solicitors	Devonshires Salisbury House London Wall London EC2M 5QY
Surveyors	FPD Savills Chartered Surveyors Wytham Court 11 West Way Botley Oxford OX2 0QL

**ALDGATE AND ALLHALLOWS BARKING EXHIBITION FOUNDATION
GOVERNORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2011**

Objectives and activities

The charity's objective is to promote the education of young persons under 25 who reside in the City of London or in the adjacent London Borough of Tower Hamlets. In spite of the evident high levels of corporate and public investment in the borough in recent decades, a considerable proportion of its residents, including many young people, continue to live in hardship. Data assembled by Experian and published in March 2012 ranked Tower Hamlets sixth out of all local authority areas in England in terms of the presence of households at the greatest risk of experiencing child poverty.

Alongside financial poverty many might also suffer a 'poverty of experiences': a shortage of encouragement or opportunity to engage in the rich variety of educational and cultural experiences that London affords so close to where they live.

The charity continues to support a mix of charitable and voluntary organisations that directly assist young people in its area. It also supports young people in local primary and secondary schools in ways that go beyond statutory educational provision, through activities that include art, music, theatre, sport, recreational reading and writing. The criteria for grant-making are outlined on the Foundation's website (www.aldgateallhallows.org.uk).

Governors can also offer support to young people beyond school years who are in financial need, maybe while they are undertaking undergraduate or post-graduate studies. Such beneficiaries, or their parents or guardians, must have resided or been employed in the area for at least three years.

Supported programmes are monitored and outcomes evaluated. The charity pays close attention to the Charity Commission's guidance on public benefit. Particular attention is given to supported organisations where a programme extends beyond one year and can thereby improve its impact. Continued funding to organisations, and also to individuals, is dependent on performance.

Achievements and Performance

2011 has been another good year for grant-making by the charity. The Foundation awarded a total £235,086 to fourteen organisations, including schools and a further £43,900 to forty individual students to support the costs of their courses. Over a period of time, it is likely that all of the borough's seventy three nursery & primary schools; six special schools and fifteen secondary schools and sixth-form colleges will have benefited in some way from the Foundation's support.

Our support to primary schools enables children to participate in a workshop or performance at one of the nearby artistic venues, historic buildings or museums, especially in the City or its fringes.

**ALDGATE AND ALLHALLOWS BARKING EXHIBITION FOUNDATION
GOVERNORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2011**

Financial Review

Over a 25 year period to the mid 1990s, the capital of the Foundation grew from £30,000 to £2m as a result of the sale of mainly freehold residential property that had a minimal written-down value. Currently the Foundation holds assets of more than £6.5m.

The Foundation's investment managers, Aberdeen Asset Managers have been instructed to grow the permanent endowment in real terms and to avoid as far as possible erosion from inflation or falling asset prices. The aim is gradually to reduce income reserves over time. Funds for charitable donations and operating expenses will be drawn exclusively from the income fund.

Addressing Future Uncertainties

Many of the Foundation's beneficiaries – most obviously in schools and voluntary groups relying in part on local authority support – face reductions in grant support from central government. At a Governors' Away Day in May 2011 we were grateful to two local head teachers, Dr Melanie Rose (Ben Jonson School, primary) and Mr Grahame Price (St Paul's Way Trust School, secondary) for explaining how charitable support can enhance pupils' and students' experiences in their respective sectors. On this day the governors themselves saw exhibits aboard HQS Wellington that help many local schoolchildren to better appreciate the maritime connections of Tower Hamlets as a riparian borough and the locus of the earliest enclosed docks in the metropolis.

Appreciation

The charity runs through a mix of experienced voluntary Governors and likewise experienced supporting staff. I thank the Governors warmly for their encouragement to beneficiaries through meetings with organisers and visits to events for schoolchildren and others during the year. The Governors are particularly fortunate in having the experience of Billy Whitbread, Deputy Chairman, in financial affairs. On behalf of the Governors, I thank the staff team, led by Richard Foley, our Clerk, for their devotion and care.

We were pleased to welcome Marianne Fredericks CC as a member of the board of Governors nominated by the City of London Corporation.

**ALDGATE AND ALLHALLOWS BARKING EXHIBITION FOUNDATION
GOVERNORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2011**

Statement of Trustees' Responsibilities

Charity law requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charity and of the net incoming/(outgoing) resources for the year. In preparing the financial statements the Trustees are required to:

- Select suitable accounting policies and apply them consistently;
- Make judgements and estimates that are reasonable and prudent; and
- Prepare the financial statements on a going concern basis unless it is inappropriate to do so.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to ensure that the financial statements comply with the Charities Act 2011. The Trustees are also responsible for safeguarding the assets of the charity and hence for taking steps for the prevention and detection of fraud and other irregularities.

On behalf of the board of Governors



John Hall

Governor

Dated: 28th May 2012

**ALDGATE AND ALLHALLOWS BARKING EXHIBITION FOUNDATION
INDEPENDENT AUDITOR'S REPORT
TO THE GOVERNORS OF ALDGATE AND ALLHALLOWS BARKING EXHIBITION FOUNDATION**

We have audited the financial statements of Aldgate and Allhallows Barking Exhibition Foundation for the year ended 31 December 2011 which comprise the Statement of Financial Activities, Balance Sheet and 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)

Respective Responsibilities of Trustees and Auditor

As explained more fully in the Trustees' Responsibilities Statement set out on page 7, the Trustees' are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed under as auditor section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act. 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 Audit Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the Audit of the Financial Statements

An audit involves obtaining evidence about the amounts 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. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on the Financial Statements

In our opinion the financial statements:

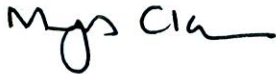
- give a true and fair view of the state of the charity's affairs as at 31 December 2011, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

**ALDGATE AND ALLHALLOWS BARKING EXHIBITION FOUNDATION
INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE GOVERNORS OF ALDGATE AND ALLHALLOWS BARKING EXHIBITION FOUNDATION**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.



Myers Clark
Statutory Auditor

Myers Clark
Iveco House
Station Road
Watford
Herts
WD17 1DL

Date: 6 JUNE 2012

ALDGATE AND ALLHALLOWS BARKING EXHIBITION FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2011

	Unrestricted funds £	Endowment funds £	Total 2011 £	Total 2010 £
Incoming resources from generated funds				
Rental income	-	3,006	3,006	2,813
Listed investment income	6,914	18,519	25,433	24,856
Interest receivable	250	1,579	1,829	589
Donations received	52,832	-	52,832	51,536
Total incoming resources	59,996	23,104	83,100	79,794
Resources expended				
Grants payable	282,986	-	282,986	258,651
Investment managers fee	6,914	18,519	25,433	24,856
Administration fee – Sir John Cass’s Foundation	44,714	-	44,714	46,038
Audit fee	2,519	-	2,519	2,283
Governors’ expenses	116	-	116	197
Stationery	469	-	469	293
Travel	1,403	-	1,403	1,745
Away day	1,747	-	1,747	-
Total resources expended	340,868	18,519	359,387	334,063
Net (outgoing)/incoming resources for the year before other recognised gains and losses	(280,872)	4,585	(276,287)	(254,269)
Revaluation of tangible fixed assets	-	-	-	88,000
Gain/(loss) on investment assets	7,527	37,955	45,482	958,971
Net movement in funds	(273,345)	42,540	(230,805)	792,702
Fund balance as at 1 January 2011	1,974,199	4,814,401	6,788,600	5,995,898
Fund balance as at 31 December 2011	<u>1,700,854</u>	<u>4,856,941</u>	<u>6,557,795</u>	<u>6,788,600</u>

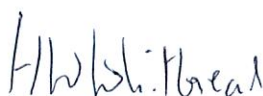
**ALDGATE AND ALLHALLOWS BARKING EXHIBITION FOUNDATION
BALANCE SHEET
AS AT 31 DECEMBER 2011**

		2011		2010
	£	£	£	£
Fixed assets				
Tangible fixed assets		170,000		170,000
Listed investments		6,346,063		6,608,870
		<u>6,516,063</u>		<u>6,778,870</u>
Current assets				
Debtors	2,248		642	
Cash and bank in hand	47,318		29,067	
	<u>49,566</u>		<u>29,709</u>	
Creditors: amounts due within one year	(7,834)		(19,979)	
Net current assets		<u>41,732</u>		<u>9,730</u>
Total assets less current liabilities		<u><u>6,557,795</u></u>		<u><u>6,788,600</u></u>
Funds of the charity:				
Endowment fund		4,856,941		4,814,401
Unrestricted fund		1,700,854		1,974,199
Fund balance as at 31 December 2011		<u><u>6,557,504</u></u>		<u><u>6,788,600</u></u>

The accounts were approved by the Governors on 28/5/12



Governor



Governor

**ALDGATE AND ALLHALLOWS BARKING EXHIBITION FOUNDATION
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2011**

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historic cost convention to include the revaluation of certain fixed assets. The charity has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small charity. The accounts have been prepared in accordance with applicable accounting standards and Statement of Recommended Practice: Accounting and Reporting by Charities (issued March 2005) as applicable to small charities.

Incoming resources

Incoming resources are recognised when entitlement passes to the charity, receipt is certain and amounts are measurable.

The Foundation is entitled to ten thirteenths of the surplus from the Charity of Alderman James Hickson.

Resources expended

Resources expended are recognised when a legal or constructive obligation to pay arises.

Grants are recognised in the accounts in the year in which they are committed. Grants which are subject to conditions which have not been met by the recipient at the year end are not accrued as expenditure but noted as commitments.

Tangible fixed assets

The investment property is stated at market value, subject to tenancy. A valuation was carried out by professional valuers in July 2010. It is the intention of the governors to have such valuations carried out every 5 years, unless they consider a significant change in value warrants an earlier revaluation.

Investments

Investments are held for the purpose of the generation of income for future grant payments and are stated at mid-market value at the balance sheet date. Any gain or loss on revaluation is taken to the Statement of Financial Activities.

**ALDGATE AND ALLHALLOWS BARKING EXHIBITION FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2011**

1 Accounting policies (continued)

Funds

The permanent endowment fund comprises the original capital fund, and gains thereto, established to provide income for grant payments in accordance with the objectives of the Foundation. The capital can not be converted into income. The fund is represented by the capital investment included in fixed assets.

2 Donations

	2011	2010
	£	£
Charity of Alderman James Hickson	52,832	51,536
	<u>52,832</u>	<u>51,536</u>

3 Grants

	2011	2010
	£	£
Grants approved in the year	278,986	319,351
Less: grants cancelled	-	(60,700)
Add: grants accrued	4,000	-
	<u>282,986</u>	<u>258,651</u>
Grants payable per Statement of Financial Activities	282,986	258,651
Creditors at 1 January 2011	16,549	135,200
Grants paid in the year	(295,150)	(377,302)
	<u>4,385</u>	<u>16,549</u>
Creditor at 31 December 2011	4,385	16,549

**ALDGATE AND ALLHALLOWS BARKING EXHIBITION FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2011**

3 Grants (Continued)

Grants awarded can be analysed as follows:	2011	2010
	£	£
Grants to institutions – 14 (2010: 18)	235,086	237,351
Grants to individuals – 40 (2010: 47)	47,900	21,300
	<u>282,986</u>	<u>258,651</u>

Major grants to organisations were as follows:

Name	Description	Amount
		£
Adab Trust	Pilot Employability Programme for BAME students at London Metropolitan University	40,000
Allhallows Barking & Clio's Company	History workshops for Tower Hamlets Primary Schools	20,785
Box Clever	Delivering the "Hate Play" involving all Tower Hamlets Secondary schools	20,000
Culloden Primary School	Read, Write, Inc. Synthetic Phonics Literacy Programme	25,000
Future Foundations	Cambridge University Summer Residential for students from Tower Hamlets	25,068
Futureversity	Summer University courses covering a variety of academic subjects for 150 young people in Tower Hamlets	23,241
London Fire Brigade	Young Offender Project at Shadwell Fire Station for disaffected students from Tower Hamlets	11,900

**ALDGATE AND ALLHALLOWS BARKING EXHIBITION FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2011**

3 Grants (Continued)

Name	Description	Amount £
Spitalfields Music	Neighbourhood Schools Music involving fifteen primary schools and in the City of London and Tower Hamlets	£15,130
Young Enterprise	A dynamic and innovative enterprise education project for 375 young people aged 14-16 years from Tower Hamlets.	£26,250

4 Tangible fixed assets

	2011 £	2010 £
Investment property land and buildings		
Market value as at 1 January 2011	170,000	82,000
Revaluation	-	88,000
Market value as at 31 December 2011	<u>170,000</u>	<u>170,000</u>

The charity's land and building is an investment property, Sandhill Farm, Preston Bissett. The property was revalued in July 2010 by FPD Savills, Chartered Surveyor's in accordance with the accounting policy to revalue every 5 years, unless Governors consider a significant change in value warrants an earlier revaluation.

5 Listed investments

	Income fund	Endowment fund	Total
	£	£	£
Market value as at 1 January 2011	1,967,281	4,641,589	6,608,870
Change in value in the year	7,659	39,534	47,193
Withdrawal of funds	(310,000)	-	(310,000)
Market value as at 31 December 2011	<u>1,664,940</u>	<u>4,681,123</u>	<u>6,346,063</u>
Historic cost:			
At 31 December 2011	<u>1,469,398</u>	<u>4,153,096</u>	<u>5,622,494</u>
At 31 December 2010	<u>1,712,628</u>	<u>4,051,068</u>	<u>5,763,696</u>

The Foundation's investments are managed by Aberdeen Asset Management and held in fixed interest, equities and cash. Assets comprising more than 5% of the portfolio were:

Fund Description	Units	Market Value £
Aberdeen Asset Management Charity Select UK Bond Account	7,627,823	1,275,528
Aberdeen Asset Management Charity Select UK Equity Account	2,923,653	3,557,208
Aberdeen Asset Management Charity Select Global Ex UK Equity Account	402,132	593,990
Cazenove Investment FD MT ABS RET TST for charities DIS	3,437	421,917

6 Debtors

	2011	2010
	£	£
Prepayments	<u>2,248</u>	<u>642</u>

**ALDGATE AND ALLHALLOWS BARKING EXHIBITION FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2011**

7 Creditors: amounts due within one year

	2011	2010
	£	£
Grants payable (note 3)	4,385	16,549
Accruals	3,449	3,430
	<u>7,834</u>	<u>19,979</u>

8 Governors' remuneration

None of the Governors (or and persons connected with them) received any remuneration during the year. However 1 Governor was reimbursed a total of £116 for travelling expenses (2010: 1 was reimbursed £197).

9 Employees

There were no employees during the year.

The day to day administration of the charity is carried out by the staff of Sir John Cass's Foundation to which a management fee is paid. It should be noted that each charity operates independently with its own policies and separate governing bodies. The management fee charged in the accounts for the year ended 31 December 2011 is £44,714.

10 Endowment fund

	Balance at 1 January 2011	Incoming resources	Resources expensed	Investment gains/(losses)	Balance at 31 December 2011
	£	£	£	£	£
Endowment fund	4,814,401	23,104	(18,519)	37,955	4,856,941
	<u>4,814,401</u>	<u>23,104</u>	<u>(18,519)</u>	<u>37,955</u>	<u>4,856,941</u>

**ALDGATE AND ALLHALLOWS BARKING EXHIBITION FOUNDATION
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2011**

11 Analysis of net assets

	Unrestricted fund	Endowment fund	Total
	£	£	£
Fund balances at 31 December 2011 are represented by:			
Tangible fixed assets	-	170,000	170,000
Listed investments	1,664,940	4,681,123	6,346,061
Current assets	43,748	5,818	49,566
Creditors: amounts due within one year	(7,834)	-	(7,834)
	<u>1,700,854</u>	<u>4,856,941</u>	<u>6,557,795</u>

12 Grant commitments

Grants totalling £148,739 (2010: £134,237) have been approved for future years dependent on progress reports in the current year. They have not been accrued in the financial statements but will form part of grants in future years. These are being disclosed as contingent liabilities.