

**THE FREDERICK BONNART-BRAUNTHAL TRUST**

(Registered Charity No. 1094967)

**Annual Report and Accounts**

**for**

**the year ended 31 December 2015**

**FREDERICK BONNART-BRAUNTHAL TRUST**

**(Registered Charity No. 1094967)**

**Trustees**

John F Howe (Chairman)  
Lady Lloyd  
Dr Francesca Fabbri  
Michael H W Holloway  
Jeremy C A Jarvis  
Jonathan Marcus  
Jamie Shea

**Banker**

Barclays Bank plc  
Trowbridge Branch  
Bath & West Wilts Group of Branches  
37 Milsom Street  
Bath BA1 1DW

**Registered Address**

16, Nightingale Avenue  
London  
E4 9RG

# FREDERICK BONNART-BRAUNTHAL TRUST

## Trustees' Report for the year ended 31 December 2015

The trustees present their report together with the Accounts for the year ended 31 December 2015.

### Status and Administration

The Frederick Bonnart-Braunthal Trust (The Trust) was constituted by a trust deed dated 31 May 2002 and was registered as a charity, no. 1094967, on 6 December 2002.

The trustees who have served during the year are as follows:

Dr Francesca Fabbri  
Michael Holloway (from 8<sup>th</sup> January 2015)  
John F Howe (Chair)  
Jeremy C A Jarvis  
Lady Lloyd  
Dr Jonathan Marcus  
Jamie Shea

### Trustee Changes

There were no trustee changes during the year but John Howe resigned as chairman and trustee as from 21<sup>st</sup> January 2016 with Lady Lloyd taking over as Chair.

### Objects

To establish and to maintain scholarships at universities in the United Kingdom for research at the postgraduate level into the nature of racial, religious and cultural intolerance with a view to finding means to combat it.

### Review of Activities

Trustees met formally three times during the year.

The formal agreement with the Pears Institute at Birkbeck, University of London, was signed in October 2015 with the expectation that at least one new scholar will commence in Autumn 2016. The agreed themes are:

*Diversity and Belonging* - including but not limited to: subjective and attitudinal dimensions of intolerance, the ways in which racial, religious, linguistic and other minorities challenge societies and cultures to think of themselves in new ways, the extent to which minorities identify with and seek to integrate within mainstream society.

*Minorities and Social Justice* – concerned with the social outcomes experienced by minorities including but not limited to: the entitlements and social trajectory of minorities, how these vary across place and time, the concept of social justice as applied to minorities, including minority language speakers.

This year, the trustees decided to join Ariadne, the European peer-to-peer network of more than 500 funders and philanthropists who support social change and human rights.

With the one remaining scholar at the London School of Economics completing her PhD in Summer 2016 and one endowment and two Trust scholars currently at University College of London, by the end of 2015, eighteen FBB scholars had completed their PhDs, and two have discontinued their studies. These figures include those funded by the Trust since its inception, and those nine funded by the separate endowment set up by Frederick Bonnart-Braunthal at UCL in 2000.

The annual reception for past and present scholars and key supporters was held at the RSA which enabled two of the current scholars to present their work continuing to highlight the wide interpretation of the trust's objectives.

### **Financial Affairs**

At the start of the year, the Trust's unrestricted resources stood at £38,222. During the year, further income was received in the sum of £93,723. This income resulted from interest on investments owned by the Trust together with a refund of a grant for a scholar who discontinued their studies. The end of year balance, after expenditure of £70,781 and an unrealised profit of £668, was therefore £61,832. In view of the uncertain short-term market outlook, the trustees felt it prudent to hold a higher cash balance than usual.

As a result of both realised, on the transfer of treasury bonds, and unrealised losses on existing endowment funds, the Trust's total endowment fund stood at £2,009,980, as valued at 31 December 2015.

Over the year, existing endowment funds at 1 January 2015 fell in value by 4.49%, exactly matching the FTSE100 fall of over the same period, while providing a dividend of 4.18%.

### **Investment Policy**

The trust deed places no restriction on the investment powers of the Trustees. The Trustees will however act as prudent investors basing investment decisions on two basic objectives:

- to protect the capital of the Trust against loss, including loss of value arising from inflation,
- to earn the maximum rate of return consistent with maintaining an acceptable level of risk.

In addition, Trustees will not knowingly invest in companies whose activities are in conflict with the ethos and values of the Trust, and will seek to observe sound ethical standards.

### **Reserves Policy**

The Trustees' policy is to maintain sufficient reserves to:

- enable the maximum number of scholarships to be pursued and to be completed satisfactorily,
- safeguard the long-term viability of the Trust.

### **Risk Review Policy**

The major risks to which the Trust is exposed are financial risks to the continuity of income and valuation of investments. The steps taken to mitigate these risks are set out in the Investment Policy above.

## Statement of Trustees' Responsibilities

It is the Trustees' responsibility to prepare financial statements for each financial year which give a fair view of the state of affairs of the Trust and of the surplus or deficit of the Trust for that period. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable accounting standards have been followed, subject to any material departure disclosed and explained in the financial statement,
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Trust will continue in business.

The Trustees are responsible for keeping proper records which disclose with reasonable accuracy at any time the financial position of the Trust. They are also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

### Approved by the trustees and signed:

..... Theresa Lloyd ..... Lady Lloyd (Chairman)  
.....  ..... Michael Holloway (Trustee Treasurer)

Date: 23rd May 2016

**Independent Examiner's Report  
to the Trustees of Frederick Bonnart-Braunthal Trust**

I report on the accounts of the Trust for the year ended 31 December 2015, which are attached.

**Respective responsibilities of trustees and examiner**

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is needed.

It is my responsibility:

- to examine the accounts under section 145 of the 2011 Act;
- to follow the procedures laid down in the General Directions given by the Charity Commissioners {under section 145(5)(b) of the 2011 Act}; and
- to state whether particular matters have come to my attention.

**Basis of independent examiner's report**

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as: trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given on whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below.

**Independent examiner's statement**

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that in any material respect the requirements

to keep accounting records in accordance with section 130 of the 2011 Act; and

to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act

have not been met; or

- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



John Edwards B.Sc.(Econ)  
5 Sandalwood Road  
Westbury  
Wiltshire  
BA13 3UP

Date: 27 May 2016

FREDERICK BONNART-BRAUNTHAL TRUST

Balance Sheet  
as at 31 December 2015

	Unrestricted funds £	Endowment funds £	Total £	2014 £
<b>Fixed assets</b>				
Investments		24,576	24,576	26,864
Treasury Stocks				
Common Investment Funds	40,531	853,361	893,892	920,548
Banque de Luxembourg		1,132,053	1,132,053	1,186,833
<b>Total Fixed assets</b>	<b>40,531</b>	<b>2,009,980</b>	<b>2,050,511</b>	<b>2,134,245</b>
<b>Current assets</b>				
Barclays Bank Current Account	33,327		33,327	8,809
<b>Amounts falling due within one year</b>	<b>(12,026)</b>	<b>-</b>	<b>(12,026)</b>	<b>(450)</b>
<b>Total net assets</b>	<b>61,832</b>	<b>2,009,980</b>	<b>2,071,812</b>	<b>2,142,604</b>
<b>Funds</b>	<b>61,832</b>	<b>2,009,980</b>	<b>2,071,812</b>	<b>2,142,604</b>

Approved by the Trustees and signed on their behalf

Lady Lloyd (Chairman)

Michael Holloway (Trustee Treasurer)

*Theresa Lloyd*  
*Michael Holloway*

Dated 23rd May 2016.

FREDERICK BONNART-BRAUNTHAL TRUST

Statement of Financial Activities for the period ended 31 December 2015

	Unrestricted funds £	Endowment funds £	Total £	2014 £
<b>Income</b>				
Investment income (see note 9)	88,002		88,002	85,872
Repayment of prepaid fees (see note 7)	5,721		5,721	289
<b>Total income</b>	<b>93,723</b>		<b>93,723</b>	<b>86,161</b>
<b>Resources Expended</b>				
<b>Direct Charitable Expenditure</b>				
Scholarship payments	67,000		67,000	87,000
Gifts to other charities	250		250	-
Administration costs (see note 8)	3,531		3,531	6,091
<b>Total Expenditure</b>	<b>70,781</b>		<b>70,781</b>	<b>93,091</b>
<b>Other recognised gains and (losses)</b>				
Gain/(Loss) on investments		(1,974)	(1,974)	-
Unrealised gain(loss) on investments				
Treasury Stock (note 1)		(326)	(326)	(1,885)
Common Investment Funds (notes 2-4)	668	(37,322)	(36,654)	13,883
Banque de Luxembourg (note 5)		(54,780)	(54,780)	5,066
<b>Net movements in funds</b>	<b>23,610</b>	<b>(94,402)</b>	<b>(70,792)</b>	<b>10,134</b>
<b>Balance at 31 December 2014</b>	<b>38,222</b>	<b>2,104,382</b>	<b>2,142,604</b>	<b>2,132,470</b>
<b>Balance at 31 December 2015</b>	<b>61,832</b>	<b>2,009,980</b>	<b>2,071,812</b>	<b>2,142,604</b>



**FREDERICK BONNART BRAUNTHAL TRUST**

**Notes to the Financial Statements for the period ending 31st December 2015**

		Units	Price P	Value £	Unrealised Gain/Loss	Realised Gain/Loss
<b>Note 1- Treasury Stock</b>						
<b>8 per cent Treasury Stock 2015 reinvested in 8 per cent Treasury Stock 2021 on 7<sup>th</sup> December 2015</b>						
31.12.14	Opening	25,000.00	107.46	26,864.29		
31.12.15	Closing	18,288.33	134.38	24,575.86	-325.53	-1,973.87
<b>Note 2 - Common Investment Funds</b>						
<b>COIF Charities Fixed Interest Fund</b>						
31.12.14	Opening	46274.51	136.50	63,164.71		
31.12.15	Closing	46274.51	131.44	60,823.22	-2,341.49	
<b>COIF Charities Investment Fund</b>						
31.12.14	Opening	12881.27	1,218.38	156,942.81		
31.12.15	Closing	12881.27	1,233.47	158,886.60	1,943.79	
<b>M&amp;G Charibond Charities Fixed Interest Fund</b>						
31.12.14	Opening	52193.15	128.89	67,271.75		
31.12.15	Closing	52193.15	122.03	63,691.29	-3,580.46	
<b>M&amp;G Charifund Equities Investment Fund for Charities</b>						
31.12.14	Opening	11843.22	1,438.18	170,326.82		
31.12.15	Closing	11843.22	1,433.87	169,816.34	-510.48	
<b>Schroders Income Trust for Charities</b>						
31.12.14	Opening	100368.36	64.46	64,697.44		
31.12.15	Closing	100368.36	62.43	62,659.97	-2,037.47	
<b>Schroders Growth Trust for Charities</b>						
31.12.14	Opening	80615.97	142.30	114,716.52		
31.12.15	Closing	80615.97	130.90	105,526.30	-9,190.22	
<b>Schroders Charity Equity Fund</b>						
31.12.14	Opening	70,375.45	360.30	253,562.74		
31.12.15	Closing	70,375.45	329.60	231,957.48	-21,605.26	
<b>Total Common Investment Funds</b>				853,361.20	-37,321.59	
<b>Note 3 COIF Charities Investment Fund (Unrestricted)</b>						
31.12.14	Opening	103.73	11,364.91	11,788.82		
31.12.15	Closing	103.73	11,952.99	12,398.84	610.02	
31.12.15	Cash	Awaiting unit purchase		10,000.00		
<b>Note 4 COIF Charities Fixed Income Fund (Unrestricted)</b>						
31.12.14	Opening	2380.87	759.14	18,074.14		
31.12.15	Closing	2380.87	761.59	18,132.47	58.33	
				40,531.31	668.35	
<b>Note 5 - Banque de Luxembourg</b>						
31.12.14	Opening			1,186,833.44		
31.12.15	Closing			1,132,053.09	-54,780.35	
<b>Note 6 - Cash in Barclays Current Account</b>						
				33,327		

**Note 7 - Charitable Expenditure**

	£
University College London*	41,279.45
London School of Economics	<u>20,000.00</u>
Total	61,279.45

\* includes £5,720.55 refund for scholar who discontinued their studies in 2014

**Note 8 - Administrative Expenditure**

	£
Orwell Web Solutions (website)	95.00
Manton Close Ltd (examination fees)	450.00
Student Reception	1,627.80
Meeting costs	449.40
General Administration	<u>909.07</u>
Total	3,531.27

**Note 9 - Investment Income**

	£
Treasury Bonds	2,000.00
CIF Dividends	36,789.93
Banque de Luxembourg Dividends	<u>49,212.53</u>
Total Income	88,002.46