

LORD AND LADY LURGAN CHARITABLE TRUST
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2008

PEMBERTON  GREENISH

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LORD AND LADY LURGAN CHARITABLE TRUST CONTENTS

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**LORD AND LADY LURGAN CHARITABLE TRUST
TRUSTEES, OFFICERS AND PROFESSIONAL ADVISERS**

Charity Registration Number

297046

Trustees

Simon David Howard Ladd Staughton
Andrew John Francis Stebbings
Diana Sarah Graves

Administration Office

45 Pont Street
London
SW1X 0BX

Solicitors

Pemberton Greenish
45 Pont Street
London SW1X 0BX

Independent Examiner

Hillierhopkins LLP
Chartered Accountants & Registered Auditors
10 Dover Street
London
W1S 4LQ

Investment Advisors

Rensburg Sheppards
2 Gresham Street
London EC2V 7QN

Bankers

CafBank Limited
Kings Hill
West Malling
Kent ME19 4TA

**LORD AND LADY LURGAN CHARITABLE TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2008**

The Trustees submit their annual report and financial statements for the year ended 31 December 2008 in accordance with the trust deed and other statutory requirements. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (2005) in preparing the annual report and financial statements of the Charity.

The Lord and Lady Lurgan Charitable Trust was founded by Deed of Trust dated 3 June 1987. Lady Lurgan died on 5 July 1996 and the residue of her Estate was bequeathed to the Charitable Trust.

The objects of the charity

The Trustees may make particular gifts or grants in favour of all or any of the following charitable objects:

- (i) the relief and medical care of aged persons
- (ii) medical research and in particular cancer research and the publication of the useful results of such research
- (iii) the advancement of education including education in the arts for the public benefit by the establishment of educational and artistic bursaries
- (iv) any other exclusively charitable purpose or purposes as the Trustees may in their absolute discretion decide.

Policy and activities

In applying the yearly income of the Charity, the Trustees have a policy aimed at the particular personal interests of both the late Lord and Lady Lurgan. Music as one of the interests continues to be reflected by the funding of Junior Fellowships of the Royal College of Music. This year a bursary of £10,000 was paid for Joseph Middleton, piano accompanist.

The grants to United Kingdom charities have been mainly to medical causes with an emphasis on research. Grants are also given to charities in Northern Ireland.

The grants to South African charities are to organisations recommended by Beder-Friedland in Johannesburg. When grants are approved by the Trustees, monies are transferred to Beder-Friedland who administers the grants. The charity receives a large number of applications many of which fall outside of the policy adopted by the Trustees. The Trustees meet at least annually to consider applications and review the grants already awarded.

It is intended that approximately one quarter of the funds available will be distributed to charities in South Africa, where Lord and Lady Lurgan spent the latter part of their lives.

**LORD AND LADY LURGAN CHARITABLE TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2008**

Financial Review

The gross annual income of the Charity was £46,448 (2007 – £45,201), the net decrease in funds was £81,160 (2007 – £32,003), before realised and unrealised losses of £(439,841) (2007 gains – £88,415.)

The Charity's investment portfolio had a return of -28.99% in the year. The investment benchmarks have been set at 20:80, fixed interest: equities, but the managers have discretion either side of the benchmarks. At the balance sheet date the allocation was 78.61% (2007 - 83.11%) equities and 21.39% (2007 – 16.89%) cash and fixed interest.

Under the governing document the Trustees have wide powers of investment and are not subject to the imposition of any restrictions. The investments are managed for the Trustees by Rensburg Sheppards on a discretionary basis. The investments are held in the stockbrokers' nominee names.

Risk Identification

The Trustees have identified major risks to which the charity is exposed. These risks have been reviewed and systems have been established to mitigate these risks.

Grants

Grants of £105,068 (2007 – £60,715) were approved during the year, representing 7.33% (2007 - 4.40%) of assets as at 31 December 2007.

Administration

The current trustees are as stated on page 1. Pemberton Greenish, on behalf of the Trustees, undertakes the day to day functions relating to the administration of the charity, its finances and the administration of the grants and grant applications.

Reserves and future commitments

In accordance with the wishes and intentions of the late Lord and Lady Lurgan the endowment that has been bequeathed to the charity, although technically expendable, will be retained as a long term Endowment Fund to provide the income which will be expended in achieving the objects of the charity. It is not anticipated that the Trustees will make forward commitments that they will not be able to meet out of anticipated incoming resources in the short term. At 31 December 2008 the Unrestricted Fund was in deficit by £Nil (2007 – £Nil). The Trustees do not consider a specific reserve is appropriate on the basis of the principles they have adopted as set out in this report.

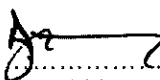
**LORD AND LADY LURGAN CHARITABLE TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2008**

Statement of Trustees' responsibilities

Under Charity Law, it is the responsibility of the Trustees to cause financial statements for each financial year to be prepared and independently examined. The Trustees intend those financial statements to show a true and fair view of the Charitable Trust's financial activities during the year and of its financial position at the end of the year. In order to show a true and fair view it is necessary for the Trustees to satisfy themselves that:

- suitable accounting policies have been selected and then applied consistently;
- applicable accounting standards have been followed;
- judgements and estimates that are made are reasonable and prudent;
- the financial statements are prepared on a going concern basis unless it is inappropriate.

The Trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the Charity and which enable them to ascertain the financial position of the Charity and ensure that the financial statements comply with the Charities Act 1993 and United Kingdom Accounting Standards (UK GAAP). 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.


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A.J.F. Stebbings
For and on behalf of the Trustees

Date: 31st October 2009

LORD AND LADY LURGAN CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

We report on the accounts of the Trust for the year ended 31 December 2008, which are set out on pages 6 to 13.

Respective responsibilities of trustees and examiner

As the Charity's trustees you are responsible for the preparation of the accounts; you consider that the audit requirement of Section 43 (2) of the Charities Act 1993 (the Act) does not apply. It is our responsibility to state, on the basis of procedures specified in the General Directions given by the Charity Commissioners under Section 43 (7)(b) of the Act, whether particular matters have come to our attention.


Basis of independent examiner's report

Our 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 we do not express an audit opinion on the view given by the accounts.

Independent examiner's statement

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

1. which gives us reasonable cause to believe that in any material respect the requirements
 - to keep accounting records in accordance with Section 41 of the Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting records requirements of the Act.have not been met; or
2. to which, in our opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.


HillierHopkins LLP
Chartered Accountants & Registered Auditors
10 Dover Street
London
W1S 4LQ

Date: 31st October 2009

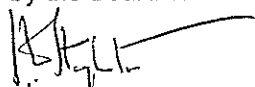
**LORD AND LADY LURGAN CHARITABLE TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2008**

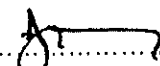
	Note	Endowment Fund	Unrestricted Fund	Total Funds 2008	Total Funds 2007
Incoming resources					
Investment income		-	40,433.09	40,433.09	38,453.99
Bank interest		-	6,014.76	6,014.76	6,747.58
Total incoming resources		-	46,447.85	46,447.85	45,201.57
Resources expended					
Charitable activities	2	-	(113,199.96)	(113,199.96)	(64,276.01)
Costs of generating funds	3	(2,724.76)	(5,547.73)	(8,272.49)	(8,780.63)
Governance costs	3	-	(6,135.23)	(6,135.23)	(4,148.43)
Total resources expended		(2,724.76)	(124,882.92)	(127,607.68)	(77,205.07)
Net outgoing resources Before Transfers		(2,724.76)	(78,435.08)	(81,159.83)	(32,003.50)
Transfer between funds		(78,435.07)	78,435.07	-	-
Net outgoing resources Before other recognised gains an losses		(81,159.83)	-	(81,159.83)	(32,003.50)
Realised loss / gain on investments		(28,181.60)	-	(28,181.60)	3,644.01
Unrealised loss / gain on investments	4	(411,659.74)	-	(411,659.74)	84,770.61
Net movements in funds for the year		(521,001.17)	-	(521,001.17)	56,411.12
Balance brought forward at 1 January 2008		1,448,944.36	-	1,448,944.36	1,392,533.24
Balance at 31 December 2008		£927,943.19	£ -	£927,943.19	£1,448,944.36

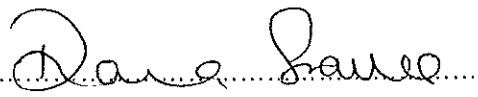
**LORD AND LADY LURGAN CHARITABLE TRUST
BALANCE SHEET
AT 31 DECEMBER 2008**

	Note	2008	2007
Fixed assets			
Investments	4	917,963.30	1,433,558.27
Current assets			
Cash at bank	5	24,947.34	24,276.15
Liabilities: amounts falling due within one year	6	(14,967.45)	(8,890.06)
Net current assets		9,979.89	15,386.09
Total net assets		<u>£927,943.19</u>	<u>£1,448,944.36</u>
Funds			
Endowment Fund		927,943.19	1,448,944.36
Unrestricted Fund		-	-
Total funds		<u>£927,943.19</u>	<u>£1,448,944.36</u>

Approved by the Board of Trustees on ~~31st October~~ 2009


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S.D.H.L. Staughton


.....
A.J.F. Stebbings


.....
Mrs D.S. Graves

LORD AND LADY LURGAN CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2008

1. Accounting Policies

(a) Basis of Preparation of the Financial statements

The financial statements have been prepared in accordance with applicable accounting standards and the Statement of Recommended Practice on Accounting and Reporting by Charities; the Charities SORP 2005.

(b) Investments

The financial statements are drawn up under the historical cost convention except that investments are carried at listed market value. The market value is based on the closing middle market price on a recognized stock exchange, with income arising on investments.

2. Charitable Activities

Institutional Grants South Africa	2008	2007
ACFS Community Nutritional Education and Feeding Scheme	970.25	1,019.71
Alzheimer's and Related Disorders Association	970.25	1,019.71
Avril Elizabeth Home for the Mentally Handicapped	970.25	1,019.71
Blind SA	970.25	1,019.71
BUSKAID	970.25	1,019.71
The Community Chest Trust	970.25	1,019.71
Cotlands Baby Sanctuary	970.25	1,019.71
Deaf Federation of South Africa	970.25	1,019.71
Forest Town School for Cerebral Palsied Children	970.25	1,019.71
Fikelela	970.25	1,019.71
Hospice Association of the Witwatersrand	970.24	1,019.71
Johannesburg Association for the Aged	970.24	1,019.71
Johannesburg Children's' Home	970.24	1,019.71
Marilyn Lahana Memorial Award	-	-
The Nelson Mandela Children's Fund	-	-
OPTIMA (South African National Council for the Blind)	-	-
Princess Alice Adoption Home	970.24	1,019.71
Star Seaside Home	-	-
South African Council for the Blind	970.24	1,019.71
South African Blind Workers Association	-	-
South African Federation for Mental Health	970.24	1,019.71
Tape Aids for the Blind	-	-
Transvaal Association for the Care of Cerebral Palsy	-	-
Ubuntu Community Chest and Trust	-	-
National creative Arts Youth Festival	970.24	-
Woodside Sanctuary	970.24	1,019.71
	<u>£17,464.42</u>	<u>£17,335.07</u>

Note: The grants to South African charities were paid in Rands

LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2008

	2008	2007
2. Institutional Grants United Kingdom		
Arts and Music		
Aldeburgh Music	-	1,000.00
Arcola Theatre	500.00	-
Armonico Consort	1,000.00	-
Art in Hansworth	2,000.00	-
Birmingham Contemporary Music Group	-	1,000.00
Chelsea Festival 2008	1,000.00	-
English National Opera	2,000.00	2,000.00
Foundation for Young Musicians	-	1,000.00
London Handel Festival	-	1,000.00
Manchester Camarata	2,000.00	-
Music in Hospitals	1,000.00	-
National Opera Studio	3,000.00	-
National Youth Orchestra of Great Britain	1,000.00	-
Royal Academy of Music	10,000.00	-
Royal College of Music	10,000.00	10,000.00
Sothwell Minster	2,500.00	-
Swaledale Festival	-	600.00
University of Hertfordshire	1,000.00	1,000.00
Young Vic	2,000.00	-
Elderly		
Alzheimer's Society	-	1,000.00
Charity Search	1,000.00	-
Central & Cecil	1,000.00	-
Community Relief Project	937.55	-
Help the Aged	-	1,000.00
Independent Age (formerly RUKBA)	-	1,000.00
Mary Dolly Foundation	2,000.00	-
Research in into ageing	-	1,000.00
Southwark Arts Forum	200.00	-
Westminster Advocacy Service for Senior Residents	1,000.00	1,000.00
Medical		
Alzheimer's Concern	1,000.00	-
Arthritis Care	-	1,000.00
Barts & the London Charity	-	1,000.00
The Daisy Garland	500.00	-
Great Ormond Street Children's Hospital	600.00	-
Macmillan Cancer Support	1,000.00	-
Movers & Shakers	1,000.00	-
National Autistic Society	-	1,000.00
Oesophageal Patients Association	-	1,000.00
Balance carried forward	49,237.25	26,600.00

**LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2008**

2. Institutional Grants United Kingdom (continued)	2008	2007
Balance brought forward	49,237.25	26,600.00
Medical (continued)		
Parkinson's disease Society	-	1,000.00
Prostate Research Campaign UK	5,000.00	-
Cancer		
David Adams leukaemia Appeal	-	1,000.00
The Prostate Cancer Charity	-	1,000.00
Children		
TreeHouse (autism education)	1,000.00	-
Break	2,000.00	-
Deafness/Blindness		
Cued Speech Association UK	-	1,000.00
Deafblind UK	-	1,040.00
Deafness Research UK	-	1,000.00
Hearing Concern	1,000.00	-
National Deaf Children's Society	-	1,000.00
Royal National Institute for Deaf People	-	-
Hospices		
Help the Hospices	-	1,000.00
Lifelites	2,000.00	-
St Christopher's Hospice	1,000.00	-
St Joseph' Hospice	-	1,000.00
Disabled		
Corwall Disability Arts Group	1,500.00	-
Disabled Living Foundation	500.00	-
Independence at Home	2,000.00	-
RoRo	2,000.00	-
The Sequal Trust	450.00	-
Northern Ireland		
Arts & Disability Forum	1,000.00	-
Age Concern Northern Ireland	-	-
Disability Network art activities	2,000.00	-
Deaf Association of Northern Ireland	-	-
Foyle Hospice, Belfast	1,300.00	-
Balance carried forward	71,987.55	35,640.00

LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2008
(Continued)

2. Institutional Grants United Kingdom (continued)	2008	2007
Balance brought forward	71,987.55	35,640.00
Northern Ireland (continued)		
Greater Shankill Business forum		1,540.00
Motability	1,000.00	-
Music 55-7	1,000.00	-
National Deaf Children's Society	-	-
The Pushkin Trust	1,000.00	1,000.00
Queen's University of Belfast Foundation	-	2,000.00
Rowandale Integrated Primary School	1,000.00	-
Skill Northern Ireland	-	1,000.00
Darlington Hall Trust		1,200.00
Ulster Youth Choir	2,000.00	-
The Orchardville Society	500.00	-
St Dunstan's	1,516.00	-
Wash Basin Christian Community outreach programme	1,000.00	-
WhizzKidz	2,500.00	-
Youth Music Theatre UK, Belfast	1,600.00	-
General		
Holy Trinity Church	-	1,000.00
Housebound Learners	1,000.00	-
Spitalfields Crypt Trust	500.00	-
College of Arms	735.00	-
Developing World		
Water Aid	1,000.00	-
	<u>88,338.55</u>	<u>43,380.00</u>
Total grants	105,802.97	60,715.00
Support costs	7,396.99	3,560.94
Total Charitable Activities	<u>£113,199.96</u>	<u>£64,276.01</u>

LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2008
(Continued)

3. Allocation of Support Costs

	Cost of Generating Funds	Governance cost	Charitable activities	2008	2007
Administration fees	5,547.73	5,547.73	7,396.99	18,492.45	10,682.80
Beder-Friedland fees	-	-	-	-	621.80
Sundry expenses	-	-	-	-	143.11
Independent Examiners fees	-	587.50	-	587.50	587.50
Mellon fees	-	-	-	-	1,330.12
Brokers fees	2,724.76	-	-	2,724.76	3,124.67
	<u>£8,272.49</u>	<u>£6,135.23</u>	<u>£7,396.99</u>	<u>£21,804.71</u>	<u>£16,490.00</u>

4. Investment Assets

	2008	2007
Balance 1 January	1,325,978.17	1,279,391.99
Investments purchased	128,736.65	285,343.68
Net investment realisation	(242,139.08)	(323,528.11)
Unrealised surplus on revaluation	(411,659.74)	84,770.61
Balance at 31 December	<u>800,916.00</u>	<u>1,325,978.17</u>
Cash held for investment	<u>117,047.30</u>	<u>107,580.10</u>
	<u>£917,963.30</u>	<u>£1,433,558.27</u>

The book cost of the investments was £997,821 (2007 £1,030,308)

At 31 December the following investment accounted for more than 5% of the overall portfolio:

BP Plc	5.19%
Henderson Global Investors	6.68%
Cazenove Absolute Return Trust for Charity	7.28%
UK Government 4.75% Treasury Stock 2015	8.42%
UK Government 5% Treasury Stock 2012	9.61%