

LORD AND LADY LURGAN CHARITABLE TRUST
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2009

PEMBERTON  GREENISH

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LORD AND LADY LURGAN CHARITABLE TRUST

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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 Brendan Beder (appointed 24 June 2009)
Administration Office	45 Cadogan Gardens London SW3 2AQ
Solicitors	Pemberton Greenish LLP 45 Cadogan Gardens London SW3 2AQ
Independent Examiner	Hillier Hopkins LLP Chartered Accountants & Registered Auditors Dukes Court 32 Dukes Street London SW1Y 6DF
Investment Advisors	Cazenove Capital Management 12 Moorgate London EC2R 6DA
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 2009**

The Trustees submit their annual report and financial statements for the year ended 31 December 2009 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. Arts and Music as one of those interests continues to be reflected and a grant was made to the Junior Fellowships of the Royal College of Music and others. In funding the junior fellowship a bursary of £10,000 was paid for Joseph Middleton, piano accompanist.

Grants are not made to individuals. The grants made to United Kingdom charities include medical causes with an emphasis on research. Grants are also given to charities in Northern Ireland.

Grants paid in the year are divided between the following categories:

Arts and Music	34,600.00
Elderly	3,500.00
Medical	9,644.38
Deafness / Blindness	1,000.00
Hospices	2,673.00
Disabled	2,500.00
Northern Ireland	8,499.61
	<hr/>
Total	£62,416.99
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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 administer 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 2009**

Financial Review

The gross annual income of the Charity was £26,786 (2008 – £46,448), the net decrease in funds was £69,395 (2008 – £81,160), before realised and unrealised gains of £156,044 (2008 losses - £439,841).

The Charity's investment portfolio had a return of 22.60% 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 77.4% (2008 - 78.61%) equities and 22.60% (2008 – 21.39%) cash, fixed interest and other.

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 Cazenove Capital Management on a discretionary basis. The investments are held in the investment managers' nominee name.

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 £82,172 (2008 – £105,802) were approved during the year, representing 8.10% (2008 - 7.33%) of assets as at 31 December 2008.

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 which although technically expendable has been to retain as a long term Endowment Fund to provide the income which will be expended in achieving the objects of the charity. The Trustees have adopted a strategy to maintain the annual charitable expenditure at 7% of the charity's assets based on the value at the previous balance sheet date. It is not anticipated that the Trustees will make forward commitments that they will not be able to meet out of anticipated total return in accordance with this policy.

At 31 December 2009 the Unrestricted Fund was in deficit by £Nil (2008 – £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.

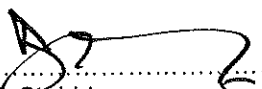
**LORD AND LADY LURGAN CHARITABLE TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2009**

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.



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

Date: 27 October 2010

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 2009, which are set out on pages (6) to (12).

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.

Hillier Hopkins LLP

HillierHopkins LLP
Chartered Accountants & Registered Auditors
Dukes Court
32 Dukes Street
London
SW1Y 6DF

Date: *27 October* 2010

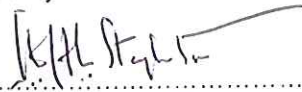
LORD AND LADY LURGAN CHARITABLE TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2009

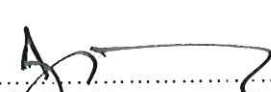
	Note	Endowment Fund	Unrestricted Fund	Total Funds 2009	Total Funds 2008
Incoming resources					
Investment income		-	25,561.33	25,561.33	40,433.09
Bank interest		-	1,225.05	1,225.05	6,014.76
Total incoming resources		-	26,786.38	26,786.38	46,447.85
Resources expended					
Charitable activities	2	-	(86,918.90)	(86,918.90)	(113,199.96)
Costs of generating funds	3	(1,784.26)	(3,777.69)	(5,561.95)	(8,272.49)
Governance costs	3	-	(3,700.99)	(3,700.99)	(6,135.23)
Total resources expended		(1,784.26)	(94,397.58)	(96,181.84)	(127,607.68)
Net outgoing resources Before Transfers		(1,784.26)	(67,611.20)	(69,395.46)	(81,159.83)
Transfer between funds		(67,611.20)	67,611.20	-	-
Net outgoing resources Before other recognised gains and losses		(69,395.46)	-	(69,395.46)	(81,159.83)
Realised gain/(loss) on investments		123,612.89	-	123,612.89	(28,181.60)
Unrealised gain/(loss) on investments	4	32,431.11	-	32,431.11	(411,659.74)
Net movements in funds for the year		86,648.54	-	86,648.54	(521,001.17)
Balance brought forward at 1 January 2009		927,943.19	-	927,943.19	1,448,944.36
Balance at 31 December 2009		£1,014,591.73	£ -	£1,014,591.73	£927,943.19

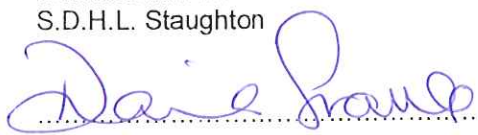
**LORD AND LADY LURGAN CHARITABLE TRUST
BALANCE SHEET
AT 31 DECEMBER 2009**


	Note	2009	2008
Fixed assets			
Investments	4	1,022,635.57	917,963.30
Current assets			
Cash at bank	5	(7,456.34)	24,947.34
Liabilities: amounts falling due within one year	6	(587.50)	(14,967.45)
Net current assets		(8,043.84)	9,979.89
Total net assets		<u>£1,014,591.73</u>	<u>£927,943.19</u>
Funds			
Endowment Fund		1,014,591.73	927,943.19
Unrestricted Fund		-	-
Total funds		<u>£1,014,591.73</u>	<u>£927,943.19</u>

Approved by the Board of Trustees on 27 October 2010


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S.D.H.L. Staughton


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A.J.F. Stebbings


.....
Mrs D.S. Graves


.....
B. Beder

LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2009

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	2009	2008
ACFS Community Nutritional Education and Feeding Scheme	1,049.24	970.25
Alzheimer's and Related Disorders Association	1,049.24	970.25
Avril Elizabeth Home for the Mentally Handicapped	1,049.24	970.25
Blind SA	41.93	970.25
BUSKAID	1,049.24	970.25
The Community Chest Trust	41.93	970.25
Cotlands Baby Sanctuary	1,049.24	970.25
Deaf Federation of South Africa	1,049.24	970.25
Forest Town School for Cerebral Palsied Children	1,049.24	970.25
Fikelela	1,049.24	970.25
Hospice Association of the Witwatersrand	1,049.24	970.25
Johannesburg Association for the Aged	1,049.24	970.25
Johannesburg Children's' Home	1,049.24	970.25
Princess Alice Adoption Home	1,049.24	970.24
South African Council for the Blind	1,049.24	970.24
South African Federation for Mental Health	1,049.24	970.24
National creative Arts Youth Festival	1,049.24	970.24
Woodside Sanctuary	1,049.24	970.24
Sparrow Combined School	2,883.04	-
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	£19,754.84	£17,464.42
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Note: The grants to South African charities were paid in Rand

LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2009

2. Institutional Grants United Kingdom	2009	2008
Arts and Music		
Aldeburgh Music	1,400.00	-
Arcola Theatre	-	500.00
Armonico Consort	-	1,000.00
Art in Hansworth	-	2,000.00
Beormund Primary School	500.00	-
Central School of Ballet	3,500.00	-
Chelsea Festival 2008	-	1,000.00
Dance Umbrella for Parkinson's	500.00	-
Dartington Hall Trust	600.00	-
English National Opera	2,500.00	2,000.00
Foundation for Young Musicians	1,000.00	-
Friends of Music Aberystwyth	500.00	-
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	1,000.00
Royal Academy of Music	-	10,000.00
Royal College of Music	10,000.00	10,000.00
Royal Northern College of Music	5,600.00	-
Shakespears Globe Trust	2,500.00	-
Sothwell Minster	-	2,500.00
Southwark Sea Cadets	1,000.00	-
Swaledale Festival	500.00	-
Theatre Royal Stratford East	1,000.00	-
Ulster Youth Orchestra	1,500.00	-
University of Hertfordshire	1,000.00	1,000.00
Young Vic	-	2,000.00
Elderly		
Charity Search	-	1,000.00
Central & Cecil	-	1,000.00
Community Relief Project	-	937.55
Housebound Learners	-	1,000.00
Independent Age (formerly RUKBA)	1,000.00	-
Mary Dolly Foundation	-	2,000.00
National benevolent fund for the Elderly	2,500.00	-
Southwark Arts Forum	-	200.00
Westminster Advocacy Service for Senior Residents	-	1,000.00
	<hr/>	<hr/>
Balance carried forward	38,100.00	46,137.55

LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2009

Balance brought forward	38,100.00	46,137.55
Medical		
Alzheimer's Concern	-	1,000.00
Alzheimer's Society	1,000.00	
Arthritis Care	1,000.00	-
The Cure Parkinson's Trust	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
Oesophageal Patients' Association	600.00	-
Parkinson's Disease Society	1,000.00	-
Psychiatry Research Trust	1,044.38	-
Prostate Cancer Charity	1,000.00	-
Prostate UK	1,000.00	-
Prostate Research Campaign UK	-	5,000.00
RAFT	2,000.00	-
Children		
Break	-	2,000.00
TreeHouse (autism education)	-	1,000.00
Deafness/Blindness		
The Ear Foundation	1,000.00	-
Hearing Concern	-	1,000.00
Hospices		
Lifelites	-	2,000.00
St Christopher's Hospice	-	1,000.00
St Joseph's Hospice	1,173.00	-
Trinity Hospice	1,500.00	-
Disabled		
Corwall Disability Arts Group	-	1,500.00
Disability Action Northern Ireland	2,500.00	-
Disabled Living Foundation	-	500.00
Independence at Home	-	2,000.00
RoRo	-	2,000.00
The Sequal Trust	-	450.00
Balance carried forward	53,917.38	68,687.55

LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2009

2. Institutional Grants United Kingdom (continued)	2009	2008
Balance brought forward	53,917.38	68,687.55
Northern Ireland		
Age Concern Help the Aged NI	1,000.00	-
Arts & Disability Forum	-	1,000.00
Disability Network art activities		2,000.00
Foyle Hospice, Belfast		1,300.00
Crossroads Caring for carers	1,000.00	-
Disability Action NI	2,500.00	-
Lurgan YMCA	1,000.00	-
MindWise New Vision	999.61	-
Motability	-	1,000.00
Music 55-7	-	1,000.00
Praxis Care	1,000.00	-
The Pushkin Trust	-	1,000.00
RNID	1,000.00	-
Rowandale Integrated Primary School	-	1,000.00
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		
Spitalfields Crypt Trust	-	500.00
College of Arms	-	735.00
Developing World		
Water Aid	-	1,000.00
	<u>62,416.99</u>	<u>88,338.55</u>
Total grants	82,171.83	105,802.97
Support costs	4,747.07	7,396.99
Total Charitable Activities	<u><u>£86,918.90</u></u>	<u><u>£113,199.96</u></u>

LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2009
(Continued)

3. Allocation of Support Costs

	Cost of Generating Funds	Governance cost	Charitable activities	2009	2008
Administration fees	3,125.99	3,125.99	4,167.99	10,419.97	18,492.45
Beder-Friedland fees	651.70	-	-	651.70	-
Sundry expenses	-	-	579.08	579.08	-
Independent Examiners fees	-	575.00	-	575.00	587.50
Investment management fees	1,784.26	-	-	1,784.26	2,724.76
	<u>£5,561.95</u>	<u>£3,700.99</u>	<u>£4,747.07</u>	<u>£14,010.01</u>	<u>£16,490.00</u>

4. Investment Assets

	2009	2008
Balance 1 January	800,916.00	1,325,978.17
Investments purchased	986,454.12	128,736.65
Net investment realisation	(817,278.70)	(242,139.08)
Unrealised surplus/(loss) on revaluation	32,431.11	(411,659.74)
	<u>1,002,522.53</u>	<u>800,916.00</u>
Balance at 31 December		
Cash held for investment	20,113.04	117,047.30
	<u>£1,022,635.57</u>	<u>£917,963.30</u>

The book cost of the investments was £911,901 (2008 £997,821)

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

Cazenove Corporate Bonds Dis Retail	9.26%
Cazenove Multi Manager Global	9.83%
Cazenove Absolute Return Trust for Charity	15.31%
Cazenove Equity Income Trust for Charities	22.45%
Cazenove Growth Trust for Charities	23.50%

LORD AND LADY LURGAN CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2009
(Continued)

5. Cash at Bank	2009	2008
CafBank Limited	(8,007.26)	23,293.75
Pemberton Greenish	0.20	1,653.59
Cazenove income account	550.72	-
	<u>£(7,456.34)</u>	<u>£24,276.15</u>

6. Creditors	2009	2008
Accountancy charges	587.50	587.50
Pemberton Greenish	-	14,379.95
	<u>£587.50</u>	<u>£14,967.45</u>

7. Transactions with the Trustee and Connected Persons

Andrew Stebbings is a partner in the firm of solicitors, Pemberton Greenish LLP, which deals with the administration of the Charity. Mr Andrew Stebbings does not charge for the time he spends on trustee business, but only when specifically instructed to give legal advice. However, Pemberton Greenish LLP does receive fees for dealing with the administration of the Charity for work which is undertaken by individuals within the firm who are not themselves Trustees. The Governing Document contains an express provision authorising remuneration on this basis.

8. Capital Commitments

There were no capital commitments either contracted for or authorised by the Trustees and not contracted for at 31 December 2009 (2008: £nil)