



# The True Colours Trust

ANNUAL REPORT

5 APRIL 2012

The Peak  
5 Wilton Road  
London SW1V 1AP





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## Legal and Administrative

The True Colours Trust (No. 1089893) was established under a Trust Deed dated 20 August 2001.

<b>Trustees</b>	Ms L A Sainsbury (Settlor) Mr T G Price Mr D B Flynn Mr B J C Willis	
<b>Registered Office</b>	The Peak 5 Wilton Road London SW1V 1AP	
<b>Principal Officers</b>	Mr A Bookbinder Mr P Spokes Ms J Ecclestone Ford Mrs E Ponte	Director Finance Director Executive Executive
<b>Bankers</b>	Child & Co 1 Fleet Street London EC4Y 1BD	
<b>Solicitors</b>	Portrait Solicitors 21 Whitefriars Street London EC4Y 8JJ	
<b>Auditors</b>	Crowe Clark Whitehill LLP St Bride's House 10 Salisbury Square London EC4Y 8EH	
<b>Investment Advisers</b>	Schroder & Co Limited 100 Wood Street London EC2V 7ER	
<b>Investment Powers</b>	The Trust Deed empowers the Trustees to appoint investment advisers who have discretion to invest the funds of the Trust within guidelines established by the Trustees.	
<b>Objects</b>	The objects of the Trust as given in the Trust Deed are for general charitable purposes.	



## **Organisation**

The True Colours Trust seeks to make a positive difference to the lives of children with special needs and their families and to support people with life limiting and/or life threatening illnesses.

The Trustees grant-making continues to focus in the following three areas:

- Improving the service delivery and support offered to children and young people with complex disabilities and palliative care needs in the UK
- Strengthening the support offered to the families and siblings of children and young people with complex disabilities and palliative care needs in the UK
- Promoting and developing palliative care for adults and children in sub-Saharan Africa

The Trust's work concentrates on the major barriers and challenges experienced by families, children and young people with complex disabilities and/or life limiting and life threatening conditions. The Trust works closely with organisations that share its ambitions to provide imaginative, practical and often ground-breaking services in addition to delivering programmes that bring about sustained change whether at the level of policy or practice.

The Trustees are advised by Joan Marston and Maggie Baxter on their work in Africa and by Christine Lenehan on their work in the UK.

## **Children and Young People with Complex Disabilities in the UK**

Research commissioned by the Trust in 2004 showed that 55% of families with a disabled child live on the poverty line, primarily because of the costs of raising a disabled child. It also highlighted the emotional strain most families live with and the desperate need for respite care, appropriate childcare provision and accessible activities and services for disabled children. Although progress has been made over the last eight years, there is still a long way to go.

The Trustees remain committed to making life better for children and young people with profound disabilities and their families and to tackling the structural barriers which hinder these children, and their families, from living happy fulfilled lives.

The Trustees grant-making in this category is focussed on the following areas:

- Support for organisations leading the way in developing services and opportunities for children and their families
- Raising the profile of disabled children and their families with central and local government
- Raising the profile of the siblings of disabled children and supporting services to meet their needs



The Trustees were delighted by the achievements of the Every Disabled Child Matters Campaign which has been very successful in raising the profile of disabled children and securing additional Government funding. They have supported the campaign since its inception and continue to do so to ensure that national commitments to disabled children and their families are honoured.

The Trustees have been particularly impressed by two other organisations in the sector: Heart n Soul, which gives training and performance opportunities to artists with learning disabilities, and Netbuddy, an on-line organisation which captures and shares parents' expertise in caring for a child with complex disabilities. In very different ways, both organisations give children, young people and their families unique resources and opportunities to live fulfilled lives.

### **Palliative Care for Children and Young People in the UK**

The Trustees believe that all children and young people with a life limiting or life threatening illness have the right to quality palliative care.

The Trustees subscribe to the WHO definition of palliative care.

Palliative care improves the quality of life of patients and their families facing the problems associated with life limiting illnesses. It treats the patient's pain and symptoms and it is applicable early in the course of an illness, in conjunction with curative treatments, and at the end of life. Crucially palliative care also supports the patient's family through the illness and their bereavement.

The understanding and provision of palliative care for children and young people in the UK are inconsistent. Although there are some excellent service providers, too few families receive the help they need during a very difficult time in their lives. There should be a range of services available to allow children and families to choose how and where they receive support. There should also be specific support available to help parents and siblings through a very emotional and challenging time.

The Trustees were delighted that children's services were included in the independent review into palliative care funding in England, commissioned by the Secretary of State for Health in 2010. They look forward to seeing the findings from the children's pilots next year and to a future in which there is a 'fair and transparent funding system', as the review set out to create.

The Trustees continue to support the development of the children's palliative care sector through grants, which have been used for a variety of different purposes, from influencing national policy to demonstrating best practice at local, regional and national levels.

This year the Trustees have focused on the following areas:

- Improving the quality and coverage of bereavement services for children and young people through a core grant to the Childhood Bereavement Network
- Supporting excellence and innovation at a local and regional level through grants to the Jessie May Trust in Bristol and St Oswald's Hospice in Newcastle

- Improving the sector's infrastructure by supporting the merger of the Association of Children's Palliative Care (ACT) and Children's Hospices UK to create a single national voice for children's palliative care – Together for Short Lives

Alongside these new grants, the Trustees continue to support the UK's first Professorial Chair in Palliative Care for Children and Young People and a regional pilot of 24-hour support for children with palliative care needs.

### **Palliative Care in sub-Saharan Africa**

The need for palliative care is particularly acute in sub-Saharan Africa where it is estimated that there are 22 million people living with HIV, and that the number of people with cancer will double in the next twenty years. The lack of availability of opioids for the treatment of moderate to severe pain, as recommended by the WHO, means that people with life limiting illnesses suffer unnecessarily. In addition, the widespread introduction of anti-retroviral drugs has not decreased the need for palliative care; patients are living longer but are still ageing and suffering from symptoms of HIV as well as side effects of the medication.

The Trustees are committed to improving access to affordable palliative care for adults and children in sub-Saharan Africa, prioritising the need for appropriate pain relief and the integration of palliative care services into established health systems.

This year the Trust joined forces with five other organisations working on palliative care in Africa to form the 'Waterloo Coalition': a time-limited initiative to improve significantly access to palliative care in Malawi and Kenya between April 2011 and December 2012. The Coalition comprises The Diana, Princess of Wales Memorial Fund, the African Palliative Care Association, the Global Access to Pain Relief Initiative, the International Children's Palliative Care Network, the Worldwide Palliative Care Alliance and the True Colours Trust.

The Coalition worked pro-actively to identify and support in-country partners who could work alongside government providers to increase the number of patients accessing palliative care. This was done by replicating successful projects, training staff and ensuring access to essential drugs.

The final reports are not due until December 2012, although interim findings from all projects are positive. In both Malawi and Kenya, there has been a significant increase in the number of people who have been able to access palliative care and appropriate pain relief as a result of funding from the Coalition. Health professionals have been trained and undertaken clinical placements, new palliative care units have been established in a number of hospitals and systems for ordering and supplying morphine have been strengthened significantly.

The Trust also continues its work to:

- Increase awareness of palliative care and influence policy at a regional and international level through strategic grants to the African Palliative Care Association and the International Children's Palliative Care Network
- Improve access to palliative care services and opioids in Zambia



- Support palliative care services across the continent through a small grants programme, administered by the African Palliative Care Association

### **Small Grants UK**

The Trustees are committed to supporting a large number of excellent local organisations and projects that work with disabled children and their families on a daily basis. This is done through the Trust's small grants programme. It provides grants of up to £10,000 to help smaller organisations develop and deliver programmes for children, their siblings and families. It is open to applications at any time. Grants in this category are usually one-off contributions rather than multi-year grants for on-going revenue costs.

The Trustees are particularly keen to support:

- Hydrotherapy pools
- Multi-sensory rooms
- Mini buses
- Young carers projects
- Sibling projects
- Bereavement support
- Specialised play equipment

### **Applications**

The Trustees welcome unsolicited applications for their small grants programmes, both in the UK and in Africa. Trustees are keen to make these programmes available to as many organisations as possible; it is therefore unlikely that they will fund any organisation in consecutive years.

Proposals for the Trust's other programmes are generally invited by the Trustees or initiated at their request. The Trustees are keen to learn more about organisations whose work fits into the categories above but unsolicited applications are not encouraged and are unlikely to be successful.

### **Reserves Policy**

In the year under review, there was a deficit of income over expenditure on the unrestricted funds, of £2,071,464. This has been funded by a transfer from expendable endowment. At this stage in the Trust's development, and whenever this may be necessary in the future, the Trustees are ready to fund grant commitments from expendable endowment.

Although some grants have been accrued, others totalling £481,267 have not been provided for in the Statement of Financial Activities as they are due to be paid more than twelve months after the year end. They represent funds earmarked for continued support to certain existing beneficiaries, although formal commitments have not yet been made.

The Trustees regularly review cash flow projections for income and expenditure, to ensure that the level of disposable net assets is adequate and that the Trust is in a position to meet all its commitments.



## Investment Policy

The Trust holds significant money market deposits to enable the Trust to draw on capital rapidly when required and the remaining funds are held in a spectrum of UK and overseas investments to generate unrestricted income in accordance with the Trustees' guidelines.

## Risk Assessment

The Trustees have examined the major strategic, business and operational risks to which the Trust may be exposed. Through the joint office of the Sainsbury Family Charitable Trusts, systems are in place adequate to manage such potential risks as the Trustees have identified. They continue to keep processes under review.

## Charity and Public Benefit

Trustees are aware of the Charity Commission guidance on Public Benefit and confirm that they have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to it. They consider the full information in this annual report, about the Trust's aims, activities and achievements in the areas it supports to demonstrate the benefit to its beneficiaries and through them to the Public, that arise from those activities.

## Financial Overview of the Past Year

The Trustees met four times during the year to make grants and twice to review investments.

The Settlor made a generous donation of £1.6 million in the year, which has been added to Expendable Endowment. The asset value of the Trust decreased from £10.4 million at 5 April 2011 to £9.9 million at 5 April 2012, mainly as a result of the significant grants programme where grant expenditure and support costs totalled £2.3 million.

Total incoming resources allocated to unrestricted funds for the year were £194,745 (2010/11 - £167,252).

The Trustees continue to approve grants worth significantly more than the income for the corresponding period, in accordance with the approach set out above in their Reserves Policy. During the year Trustees approved 85 grants totalling £1,949,584 some of which are payable over more than one year. Payments made during the year totalled £1,675,701. Grants approved and paid during the year may be analysed by value and percentage across the Trust's grant-making categories as set out below:

<b>Payments Made</b>			<b>Grants Approved</b>		
<b>%</b>	<b>£</b>		<b>£</b>	<b>%</b>	<b>Number</b>
17%	292,081	Children and Young People with Complex Disabilities in the UK	400,024	20%	5
46%	775,230	Palliative Care for Children and Young People in the UK	754,769	39%	3
29%	483,627	Palliative Care in sub-Saharan Africa	640,621	33%	17
7%	123,463	Small Grants UK	154,170	8%	59
1%	1,300	General	0	0%	1
<b>100%</b>	<b>1,675,701</b>		<b>1,949,584</b>	<b>100%</b>	<b>85</b>

## GRANTS APPROVED

### Children and Young People with Complex Disabilities in the UK - £400,024

#### Council for Disabled Children - £312,024

Towards the core costs of the Every Disabled Child Matters campaign over three years and the development of resources to help parents understand Health and Safety legislation and their child's rights in this context.

#### Heart n Soul - £28,000

A one-off grant towards the organisation's core costs.

#### Net Buddy - £60,000

Towards the organisation's core costs over three years.

### Palliative Care for Children and Young People in the UK - £754,769

#### Association for Children's Palliative Care (ACT) –£140,000

Towards the costs of the merger of ACT and Children's Hospices UK, now Together for Short Lives.

#### Childhood Bereavement Network - £404,769

Towards the organisation's core costs over three years.

#### Jessie May Trust - £150,000

Towards the salary of a band 5 nurse and a contribution towards core costs over three years.

#### St Oswald's Hospice - £60,000

Towards a two-year appointment of a part-time consultant in Paediatric Palliative Care to work across North East England.

### Palliative Care in sub-Saharan Africa - £640,621

#### African Palliative Care Association - £200,000

Towards the organisation's core costs over two years.

#### Cicetekelo Home, Lubuto – Ndola Ecumenical Hospice Association - £40,000

Towards the core costs of Cicetekelo Hospice over two years.

Hospice Ethiopia - £20,000

Towards the organisation's core costs over two years.

Maua Methodist Hospital - £35,000

Towards the core costs of the hospital's palliative care team over three years.

Tiny Tim and Friends Zambia - £44,945

Towards the core costs of Maluba House, an in-patient paediatric unit at Our Lady's Hospice in Lusaka over two years.

The following grants were approved as part of the Waterloo Coalition (see page 5 and 6 for further information). Each grant was match funded by The Diana, Princess of Wales Memorial Fund.

African Palliative Care Association - £10,904

Towards an evaluation of some of the Waterloo Coalition funded worked in Malawi and Kenya.

Emms International - £16,450

Towards a one-year pilot to establish integrated palliative care services at Ekwendeni Hospital in Northern Malawi.

Kenya Hospices and Palliative Care Association - £120,336

Towards the costs of establishing integrated palliative care services in Kenya's 11 national referral hospitals and towards the development of a higher diploma in palliative care at Kenya Medical Training College.

Palliative Care Support Trust – Queen Elizabeth Central Hospital, Blantyre, Malawi - £113,180

- £103,180 towards the STEP UP project: an 18-month initiative to integrate palliative care into the district health system in Malawi's Southern region, which was led by Umodzi, the hospital's children's palliative care service.
- £10,000 – towards the core costs of Tiyanjane Clinic, the adult palliative care service which worked alongside Umodzi to implement the STEP UP project.

Partners in Health Malawi – Abwenzi Pa Za Umoyo - £20,056

Towards the costs of establishing integrated palliative care services at Neno District Hospital, Southern Malawi.

In addition, a number of small grants were made to organisations totalling £19,750 in this category.

**Small Grants UK - £154,170**

Battersea Crime Prevention Panel – Battersea Summer Scheme - £5,000  
Towards its Sport in the Park event in 2011.

Chicken Shed Theatre Trust - £10,000  
Towards the purchase of a specially adapted minibus.

Child Bereavement Charity - £11,522  
Towards a pilot programme of bereavement training in SEN schools.

Children's Trust - £10,000  
Towards equipment for the soft play area in the "Cedar Garden".

Connects & Co - £10,000  
Towards its weekend activity trip for young carers in 2012.

Friends of Highbury School Development Fund - £5,000  
Towards the refurbishment of the hydrotherapy pool at Highbury School.

Go Kids Go – Association of Wheelchair Children - £6,600  
Towards its wheelchair training workshops in 2012.

Guy's Footprints - £10,000  
Towards the bereavement services.

Guy's Gift - £10,000  
Towards its core costs.

Julia's House - £11,446  
Towards its sibling support programme.

Mosaic - £5,050  
Towards a pilot of teenage support groups in Dorchester and Poole.

Noah's Ark – The Children's Hospice - £5,000  
Towards its sibling support programme.

Rhubarb Theatre - £10,000  
Towards its "Buzz Club" for children with disabilities.

Sebastian's Action Trust - £6,000  
Towards its sibling activity support days.

The Big Splash Trust – c/o The Jack Tizard School - £9,725  
Towards the purchase of equipment for the Pool Summer Play Scheme at the Jack Tizard School.



Yellow Submarine Holidays - £9,090

Towards the purchase of a minibus.

Zoe's Place Trust - £9,500

Towards a specially adapted minibus for its hospice in Coventry.

In addition, small grants were made to other organisations totalling £10,237 in this category.

**Cancelled Grants**

Grants to the value of £10,524 were cancelled during the financial year as they were no longer required for the purposes for which they were awarded.

Approved by the Trustees on 4 October 2012 and signed on their behalf by:

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TRUSTEE

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 5 APRIL 2012**

	Notes	Unrestricted Funds £	Expendable Endowment £	Total Funds 2012 £	Total Funds 2011 £
<b>Incoming resources</b>					
Donations and gifts		-	1,562,500	1,562,500	3,134,615
Investment income	2	117,505	-	117,505	117,726
Bank deposit interest		1,986	-	1,986	1,757
Interest on short term deposits		75,254	-	75,254	47,769
<b>Total incoming resources</b>		<b>194,745</b>	<b>1,562,500</b>	<b>1,757,245</b>	<b>3,301,867</b>
<b>Resources expended</b>					
<b>Cost of generating funds:</b>					
Investment management costs		-	34,111	34,111	6,262
<b>Charitable activity</b>					
Grant-making:					
Grant expenditure	3	2,068,732	-	2,068,732	1,236,667
Grant related support costs	4	192,326	-	192,326	201,232
Cost of Grant-making		2,261,058	-	2,261,058	1,437,899
Governance costs	4	5,151	-	5,151	4,818
<b>Total resources expended</b>		<b>2,266,209</b>	<b>34,111</b>	<b>2,300,320</b>	<b>1,448,979</b>
Net (resources expended)/incoming resources before transfers		(2,071,464)	1,528,389	(543,075)	1,852,888
<b>Transfers</b>					
Transfers between funds		2,071,464	(2,071,464)	-	-
Net resources after transfers		-	(543,075)	(543,075)	1,852,888
<b>Other Recognised Gains and Losses</b>					
Gains and (losses) on investment assets					
Realised		-	41,499	41,499	(35,552)
Unrealised	7,10	-	(34,619)	(34,619)	112,176
Effect of foreign exchange rate changes		-	-	-	5,664
Net movement in funds		-	(536,195)	(536,195)	1,935,176
<b>Reconciliation of funds</b>					
Total funds brought forward		-	10,394,587	10,394,587	8,459,411
Total funds carried forward		-	9,858,392	9,858,392	10,394,587

The notes on pages 15 to 19 form part of these accounts

There are no gains and losses in either the current or preceding year other than those recognised in the statement of financial activities.



## BALANCE SHEET AS AT 5 APRIL 2012

	<i>Notes</i>	2012	2011
		£	£
<b>FIXED ASSETS</b>			
Tangible fixed assets	<b>6</b>	-	1,000
Investments	<b>7</b>	9,854,676	10,799,171
		<u>9,854,676</u>	<u>10,800,171</u>
<b>CURRENT ASSETS</b>			
Debtors	<b>8</b>	38,375	29,445
Cash at bank and in hand		1,496,761	699,707
		<u>1,535,136</u>	<u>729,152</u>
<b>CURRENT LIABILITIES</b>			
<b>Creditors</b> - amounts falling due within 1 year	<b>9</b>	1,531,420	1,134,736
		<u>1,531,420</u>	<u>1,134,736</u>
<b>NET CURRENT ASSETS/ (LIABILITIES)</b>		3,716	(405,584)
<b>NET ASSETS</b>		<u>9,858,392</u>	<u>10,394,587</u>
<b>CAPITAL FUNDS</b>			
Expendable endowment	<b>10</b>	9,858,392	10,394,587
<b>INCOME FUNDS</b>			
Unrestricted funds	<b>10</b>	-	-
		<u>9,858,392</u>	<u>10,394,587</u>

The financial statements were approved and authorised for issue by the Trustees on 4 October 2012 and were signed on their behalf by :

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TRUSTEE

The notes on pages 15 to 19 form part of these accounts

**CASH FLOW STATEMENT  
FOR THE YEAR ENDED 5 APRIL 2012**

**RECONCILIATION OF NET INCOMING RESOURCES TO NET CASH OUTFLOW FROM OPERATING ACTIVITIES**

	<b>2012</b>	<b>2011</b>
	£	£
Net (outgoing)/incoming resources	(543,075)	1,852,888
Depreciation charge	1,000	1,000
(Increase)/decrease in debtors	(8,930)	5,595
Increase/(decrease) in creditors	396,684	(226,733)
	<u>(154,321)</u>	<u>1,632,750</u>
Net cash (outflow)/inflow from operating activities	<u>(154,321)</u>	<u>1,632,750</u>

**CASH FLOW STATEMENT**

	<b>2012</b>	<b>2011</b>
	£	£
Net cash (outflow)/inflow from operating activities	(154,321)	1,632,750
Capital expenditure and financial investment:		
Purchase of investments	(14,598,309)	(7,117,908)
Sale of investments	15,549,684	5,749,951
Effect of foreign exchange rate changes	-	5,664
	<u>951,375</u>	<u>(1,362,293)</u>
Increase in cash	<u>797,054</u>	<u>270,457</u>

**Analysis of increase in cash during the year**

	<b>2012</b>	<b>2011</b>	<b>Change in year</b>
	£	£	£
Cash at bank and in hand	1,496,761	699,707	797,054
	<u>1,496,761</u>	<u>699,707</u>	<u>797,054</u>

The notes on pages 15 to 19 form part of these accounts



## NOTES TO THE ACCOUNTS

### 1. ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice (SORP 2005) "Accounting and Reporting by Charities", applicable accounting standards and the Charities Act 2011, and comply with the Charities (Accounts and Reports) Regulations 2008 issued under the Charities Act 2011.

The principal accounting policies adopted are as follows:

#### a) Income

- (i) Income is shown gross which includes the associated tax credit unless the tax so deducted is considered irrecoverable.
- (ii) Dividends are included by reference to their due dates.
- (iii) Interest is recorded only when it has been received.

#### b) Grants payable

Grants for which there is a legal obligation, or a valid expectation of receipt by the beneficiary at the year end, and for which conditions attaching to their payment have been fulfilled, are accounted for within the Statement of Financial Activities.

Grants approved subject to conditions that have not been met at the year end are noted as a commitment but not accrued as expenditure (see note 3).

#### c) Investments

Net realised and unrealised gains and losses are reflected in the Statement of Financial Activities.

Investments are shown at mid market value.

Partial disposals are accounted for using average book value.

#### d) Support costs

Most of these costs support the grant-making activity of the Trust and are so allocated. They comprise in the main a share of the staff and office costs of the joint office of the Sainsbury Family Charitable Trusts, which are allocated in proportion to time spent on Trust matters and grants paid.

#### e) Charitable activities

The Trustees consider that grant-making is the Trust's sole charitable activity.

#### f) Governance costs

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include fees for statutory audit, legal fees where relevant together with an allocation of support costs.

#### g) Depreciation

Fixed assets are depreciated at rates which reflect their useful life to the Trust.

The following rate has been used:

Leasehold improvements - 10% per annum straight line.

### 2. INVESTMENT INCOME

Income received on investments may be analysed as follows:

	2012		2011	
	£	%	£	%
Government fixed interest	11,479	10	2,175	2
Other fixed interest	47,550	41	22,500	19
UK equities	58,119	49	78,023	66
Overseas equities	357	-	15,028	13
	117,505	100	117,726	100



## NOTES TO THE ACCOUNTS

### 3. GRANTS PAYABLE

	2012		2011	
	£	£	£	£
<b>Reconciliation of grants payable:</b>				
Commitments at 6 April 2011		1,121,539		1,348,250
Grants not accrued at 6 April 2011	610,939		1,315,700	
Grants approved in the year	1,949,584		614,606	
Grants cancelled or refunded	(10,524)		(82,700)	
Grants not accrued at 5 April 2012	(481,267)		(610,939)	
<b>Grants payable for the year</b>		<b>2,068,732</b>		<b>1,236,667</b>
Grants paid during the year		(1,675,701)		(1,463,378)
Commitments at 5 April 2012		<u>1,514,570</u>		<u>1,121,539</u>

#### Commitments at 5 April 2012 are payable as follows:

	2012		2011	
	£	£	£	£
Within one year (note 9)		<u>1,514,570</u>		<u>1,121,539</u>

#### Commitments

In addition to the amounts committed and accrued noted above, the Trustees have also authorised certain grants which are subject to the recipient fulfilling certain conditions. The total amount authorised but not accrued as expenditure at 5 April 2012 was £481,267 (2011: £610,939).

The grants payable in the year include the following:

<b><u>Children and Young People with Complex Disabilities in the UK</u></b>	£
Council for Disabled Children	112,024
Grants up to £50,000 were also made	113,700
<b><u>Palliative Care for Children and Young People in the UK</u></b>	
Association for Children's Palliative Care (ACT)	140,000
Childhood Bereavement Network	263,152
East Anglia's Children's Hospices (EACH)	66,666
Great Ormond Street Hospital Children's Charity	258,450
Jessie May Trust	100,000
St Oswald's Hospice	60,000
<b><u>Palliative Care in sub-Saharan Africa</u></b>	
African Palliative Care Association	270,904
Kenya Hospices and Palliative Care Association (KEHPCA)	123,336
International Children's Palliative Care Network	66,387
Palliative Care Support Trust - Umodzi Children's Palliative Care	72,120
Grants up to £50,000 were also made	273,573
<b><u>Small Grants UK</u></b>	
Chicken Shed Theatre Trust	10,000
Children Bereavement Charity	11,522
Children's Trust	10,000
Connects & Co	10,000
Guy's Footprints	10,000
Guy's Gift	10,000
Julia's House	11,446
Rhubarb Theatre	10,000
Grants up to £10,000 were also made	65,452

Total grants payable per Statement of Financial Activities	<u>2,068,732</u>
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## NOTES TO THE ACCOUNTS

### 4. ALLOCATION OF SUPPORT COSTS

	2012		2011	
	Grant-Making	Governance	Grant-Making	Governance
	£	£	£	£
Staff costs	111,075	2,025	119,225	1,875
Share of joint office costs	44,100	-	46,700	-
Direct costs including travel	19,667	-	21,393	-
Legal and professional fees	7,984	-	5,870	-
Consultancy	8,500	-	7,044	-
Depreciation	1,000	-	1,000	-
Auditors' remuneration	-	3,126	-	2,943
	192,326	5,151	201,232	4,818

Included above is £7,984 paid for legal services to Portrait Solicitors, a firm in which Mr D B Flynn is a partner. No Trustee received remuneration or was reimbursed expenses during the year.

### 5. ANALYSIS OF STAFF COSTS

	2012	2011
	£	£
Wages and salaries	91,619	98,023
Social security costs	10,798	11,370
Other pension costs	10,683	11,707
	113,100	121,100

As mentioned in Note 1(d), the Trust is one of the Sainsbury Family Charitable Trusts which share a joint administration at the Registered Office. 3.0% of the total support and administration costs of these trusts have been allocated to the True Colours Trust, including a proportionate share of the costs of employing the total number of staff serving in the office in 2011/12. Staff costs equivalent to 2.4 full time employees were charged to the True Colours Trust in 2011/12 (2010/11 - 2.3).

### 6. TANGIBLE FIXED ASSETS

#### Leasehold Improvements

	2012	2011
	£	£
<b>Cost</b>		
At 6 April 2011	10,000	10,000
At 5 April 2012	10,000	10,000
<b>Depreciation</b>		
At 6 April 2011	9,000	8,000
Charge for the year	1,000	1,000
At 5 April 2012	10,000	9,000
<b>NET BOOK VALUE</b>		
At 5 April 2012	-	1,000
<b>NET BOOK VALUE</b>		
At 5 April 2011	1,000	2,000

## NOTES TO THE ACCOUNTS

### 7. FIXED ASSET INVESTMENTS

	2012	2011
	£	£
Market value 6 April 2011	10,799,171	9,354,590
Less: Disposals at book value	(15,508,185)	(5,785,503)
Add: Acquisitions at cost	14,598,309	7,117,908
Net (losses)/gains on revaluation	(34,619)	112,176
<b>Market value 5 April 2012</b>	<b>9,854,676</b>	<b>10,799,171</b>
Historical cost 5 April 2012	9,745,296	10,602,467

The investments held as at 5 April 2012 were as follows:

	2012		2011	
	Cost	Market Value	Cost	Market Value
	£	£	£	£
Direct investment in listed UK and overseas securities				
Government fixed interest	487,421	547,805	325,338	325,753
Other fixed interest	1,069,456	1,040,800	1,231,539	1,191,059
UK equities	2,215,688	2,237,994	1,762,727	1,968,330
Overseas equities	458,177	513,523	482,863	514,029
Money Market deposits	5,514,554	5,514,554	6,800,000	6,800,000
	<b>9,745,296</b>	<b>9,854,676</b>	<b>10,602,467</b>	<b>10,799,171</b>

### 8. DEBTORS

	2012	2011
	£	£
Income tax recoverable	-	1,243
Other debtors	38,375	28,202
	<b>38,375</b>	<b>29,445</b>

### 9. CREDITORS

	2012	2011
	£	£
Grants payable within one year	1,514,570	1,121,539
Professional charges	8,313	5,870
Investment management fee	8,537	7,327
	<b>1,531,420</b>	<b>1,134,736</b>

## NOTES TO THE ACCOUNTS

### 10. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds	Expendable Endowment	Totals 2012
	£	£	£
Fund balances at 5 April 2012 are represented by:			
Investments	-	9,854,676	9,854,676
Current assets	1,522,883	12,253	1,535,136
Current liabilities	(1,522,883)	(8,537)	(1,531,420)
<b>Total net assets</b>	<b>-</b>	<b>9,858,392</b>	<b>9,858,392</b>

	Unrestricted Funds	Expendable Endowment	Totals 2012
	£	£	£
<b>Unrealised gains</b>			
On investment assets (see note below)	-	109,380	109,380
Total unrealised gains at 5 April 2012	-	109,380	109,380

#### Reconciliation of movements in unrealised gains on investment assets

Unrealised gains at 6 April 2011	-	196,704	196,704
Add in respect of disposals in year	-	52,706	52,706
	-	249,410	249,410
Net loss on revaluation	-	(34,619)	(34,619)
Unrealised gains at 5 April 2012, as above	-	214,791	214,791

## STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

Charity law requires the trustees to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards) and applicable law.

Under charity law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of its net outgoing resources for that period. In preparing these financial statements, the trustees are required to:

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

The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011. 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.

## **INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE TRUE COLOURS TRUST**

We have audited the financial statements of The True Colours Trust for the year ended 5 April 2012 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes number 1 to 10.

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).

This report is made solely to the charity's trustees, as a body, in accordance with section 154 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them 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 the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of trustees and auditor**

As explained more fully in the Statement of Trustees' Responsibilities, 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 as auditor under 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 Auditing Practices Board'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 Report of the Trustees 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 financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2012 and of its incoming resources and application of resources for the year then ended;
- 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.

### **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 Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; 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.

**Crowe Clark Whitehill LLP**  
Statutory Auditor  
Date

St Bride's House  
10 Salisbury Square  
London EC4Y 8EH



# The True Colours Trust

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