

**THE SIR JULES THORN  
CHARITABLE TRUST  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2015**

**THE SIR JULES THORN CHARITABLE TRUST**  
**LEGAL AND ADMINISTRATIVE DETAILS**

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<b>Charity Number</b>	233838
<b>Registered Office</b>	24 Manchester Square, London, W1U 3TH
<b>Trustees</b>	Elizabeth S Charal, (Chairman) Christopher H Sporborg CBE (Deceased 2 January 2015) Sir Bruce MacPhail Nancy V Pearcey (Resigned 5 January 2015) William H Sporborg Prof Sir Ravinder N Maini FRS, FRCP, FMedSci Prof David Lowell Russell-Jones MBBS, BSc, MD, FRCP John Guy Rhodes
<b>Director</b>	David H Richings
<b>Auditors</b>	Crowe Clark Whitehill LLP St Bride's House 10 Salisbury Square London EC4Y 8EH
<b>Bankers</b>	NatWest Bloomsbury Parr's 214 High Holborn London WC1V 7BX
<b>Solicitors</b>	Goodman Derrick 10 St Bride Street London, EC4A 4AD
<b>Investment Managers</b>	Investec Asset Management Ltd Woolgate Exchange 25 Basinghall Street London EC2V 5HA  Cazenove Capital Management Ltd 12 Moorgate, London EC2 6DA  Ruffer LLP 80 Victoria Street, London SW1E 5JL

**THE SIR JULES THORN CHARITABLE TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

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The Trustees present their report along with the audited financial statements of the charity for the year ended 31 December 2015.

The financial statements have been prepared in accordance with the accounting policies set out on pages 17-19. They comply with the charity's Trust Deed, the Charities Act 2011, and the Statement of Recommended Practice – Accounting and Reporting by Charities published in 2015.

## **Structure, Governance and Management**

The Sir Jules Thorn Charitable Trust is constituted under a Trust Deed dated 18<sup>th</sup> February 1964 and is a registered charity, number 233838. It was established with an endowment from Sir Jules Thorn. The Trust does not fundraise and seeks to continue the charitable work inspired by Sir Jules through the careful stewardship of its existing resources.

Based in leased premises in London, the Trust is governed by a board of Trustees who are appointed for an indefinite period, as is the Chairman whom they elect. *Inter alia*, the Trustees oversee the Trust's governance, set the strategic direction and review the progress of its implementation. Normally they hold two meetings each year, but *ad hoc* meetings are arranged as required. A sub-committee of Trustees meets at least annually with the investment managers to discuss in detail the performance of the Trust's investments.

The Trust Deed does not provide for a minimum or maximum number of Trustees. The composition of the Trustee board, both as regards numbers and the mix of skills and experience is kept under regular review. When vacancies arise, individuals with appropriate qualifications are invited to become Trustees. New Trustees are given a detailed briefing about the Trust and all aspects of their responsibilities, including governance. Where appropriate, induction training with the Trust's professional advisors is offered. All Trustees are unpaid.

It is with great sadness that the Board recorded the death on 2 January 2015 of Christopher Sporborg, who served as a Trustee for 42 years. A close friend of Sir Jules, Christopher's insight played a pivotal role in the development and success of the Trust. The Trustees were grateful for his wisdom and knowledge, and will miss his guidance and friendship enormously.

The Board was very sorry to receive the resignation of Nancy Pearcey with effect from 5 January 2015. Mrs Pearcey, who lives in Canada, served the Trust with distinction for twelve years, and as a granddaughter of Sir Jules Thorn, brought a most valuable family perspective to the Board's proceedings.

Assistance with the peer review of applications for medical research grants is provided by a Medical Advisory Committee, comprising eminent scientists who assess the scientific merit of research funding proposals and make recommendations to the Trustees. They also undertake progress reviews of research supported by the Trust as part of a post-audit process. The Board wishes to express its appreciation to Professor Timothy Aitman, who retired as Chairman of the Committee after three years of exceptional service, but will continue as a member. He is succeeded as Chairman by Professor Douglas Higgs, Director of the Institute of Molecular Medicine at the University of Oxford, who assumes this important responsibility with the warm appreciation of the Board.

**THE SIR JULES THORN CHARITABLE TRUST**  
**REPORT OF THE TRUSTEES (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

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The Trust has in place a set of principles which are applied for identifying transactions and decisions in which individuals may have a personal interest, and a process for managing potential conflicts. These principles apply to individuals at all levels in the decision making process, including Trustees, Trust employees, and members of the Medical Advisory Committee. Details of any Related Party Transactions during the year are disclosed in a Note to the financial statements.

The Trust operates with a small team of four people, including the Director, who provides the key management role within the definition of FRS 102, and is accountable to the Trustees for the implementation of their strategic plan, and for the day to day management of the Trust. The jobholder's remuneration is set by the Trustees to reflect and recognise:-

- The size of the Trust's asset base and the scale of its activities.
- The value to the Trust of the wide range of skills, competencies and experience required to ensure that the Trust is managed most effectively to deliver its objectives despite its small staff complement.
- The importance to the Trust of being able to recruit and retain its key personnel in a competitive marketplace, requiring a continuing awareness of remuneration policies in the charity sector.
- The need to provide remuneration appropriate to the level of enhanced performance expected.

**The base salary may be augmented to protect the real value but no pension provision or other fringe benefits are included in the current remuneration package. No defined bonus scheme applies but at the Trustees' discretion a non-pensionable bonus of not more than 5% p.a. may be paid.**

## **Objectives and Activities for the public benefit**

The Trust Deed gives the Trustees absolute discretion to apply the capital and income of the Trust for charitable purposes generally but, in doing so, they take note of the wishes of the Founder, Sir Jules Thorn, who hoped that through its grant-making the Trust would be able to improve the quality of life for the sick and the disadvantaged. That remains the Trust's mission. In discharging their responsibilities the Trustees confirm that they have due regard to the Charity Commission's published guidance on the Public Benefit requirement under the Charities Act 2011. This report details how the Trustees consider that the Trust provides such public benefit.

The Trust carries out its objectives by providing grants to registered charities, which themselves are subject to the legal requirement to provide public benefit. The major proportion of the Trust's income is committed to medical research and medically related purposes. Grants for other purposes are awarded where, in the Trustees' judgement, they will best facilitate the achievement by the applicants of objectives which have empathy with the Trust's mission. Grants are restricted normally to beneficiaries within the United Kingdom.

**THE SIR JULES THORN CHARITABLE TRUST**  
**REPORT OF THE TRUSTEES (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

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The Trust provides details of its grant programmes on its website and advertises its major research award. It has no need to undertake other advertising. The research community is well aware that the Trust is a potential source of funding, and most institutions maintain a database of charitable funders. The Trust features also on a number of other databases, including that of the Association of Medical Research Charities, of which it is a member. Fundraising charities too have access to well-known databases, in which the Trust's grant-making activities are detailed.

## **Grant Making Policies**

The Trust has established grant making policies to achieve its objectives for the public benefit. Its primary interest is in supporting medical research and medical science generally, while other grants assist charities whose work is relevant to the Trust's humanitarian objectives.

### **Medical research**

The Trust's focus is on funding the highest quality translational research which seeks to bring benefit to patients through improved diagnosis and/or by the development of new therapies for important clinical problems. Funding is considered for all areas of clinical research other than for cancer or AIDS, for the sole reason that such research is already well supported.

Grants are provided under two schemes:-

- **The Sir Jules Thorn Award for Biomedical Research**

This scheme supports the work of outstanding investigators who are in the early stages of a career in clinical research by offering a grant of up to £1.5 million to finance a programme of translational research extending for up to 5 years. The Award is made following a competition held annually among UK medical schools and NHS organisations. Applications are subjected to rigorous peer review, including detailed discussions with applicants who are short-listed. A winner is recommended for funding to the Trustees only if, in the opinion of the panel of expert judges, the proposed research is considered to be of the highest international quality.

- **The Sir Jules Thorn PhD Scholarship Programme**

This scheme supports the work of Clinical Senior Lecturers in UK medical schools, by enabling the recruitment of an outstanding young graduate to undertake a challenging three year research project under expert supervision, leading to the submission of a PhD thesis. It is hoped that the experience will encourage young scientists to pursue a career in clinical research. Up to three Scholarships are awarded annually, each for three years.

The Trust does not provide partial funding for research (preferring to be the sole contributor to work which it supports), and it confines its grants directly to the institution where the work is undertaken, rather than by contributing to funds being raised for research by other charities.

Grants approved for medical research projects may be used by the host institution (in part) to cover the salary of one or more employed research workers, but the Trust does not provide such funding direct to individuals, nor does it have grant programmes for sponsoring elective studies.

**THE SIR JULES THORN CHARITABLE TRUST**  
**REPORT OF THE TRUSTEES (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

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The Trust supports the best practice guidelines of The Association of Medical Research Charities, including the use of peer review in selecting which research to fund. The Trust holds the Association's Certificate of Best Practice in Peer Review.

It is a requirement that intellectual property rights created as a result of the medical research funded by the Trust should, where commercially worthwhile, be protected and exploited. An Intellectual Property Agreement with each institution defines issues of protection and exploitation, and the arrangements for sharing income with the Trust in the event that commercial income is generated. Any such income would be allocated for new grants.

### **Medically-related grants**

The Trust receives many appeals from universities, hospitals and other charitable organisations to assist with capital projects related to medical science or to the care and treatment of people suffering from severe clinical conditions. It considers these on their merits, and in competition, depending on the funds available. The criteria are not prescriptive but the Trustees look for proposals which will enable the applicants to enhance facilities in order to bring important benefits such as improved research capability; the assessment, care, and treatment of patients; and vulnerable and disadvantaged groups. The Trust may be one of many contributors to a major appeal and, if appropriate will pledge its support until such time as the financial viability of the project is assured.

The Trust does not consider more than one appeal from a successful applicant in any period of three years. An unsuccessful applicant may re-apply with a new proposal after a lapse of two years.

### **The Ann Rylands Small Donations Programme**

The Trust receives many requests for assistance from fundraising charities. The Trustees have limited resources to distribute and their policy is to spread these as widely as possible by making grants (usually for amounts of under £1,500) from its Small Grants Programme, which is named after a former Chairman of the Trust (and daughter of Sir Jules) who was so closely identified with this humanitarian programme. Donations may be for core funding, which charities often find more difficult to raise, or a contribution may be made towards a specific project. Demand is such that the Trustees currently restrict applications to not more than one in any period of twelve months but, nonetheless, there are many charities which the Trust has assisted over a number of years. Cumulatively, therefore, the support can be significant.

Appeals are assessed on their merits, taking into account the perceived public benefit arising from the applicants' charitable work as evidenced by the case presented, supported by other information searches (such as the charity's website and the Charity Commission register), and analysis of the financial statements. A track record of successful delivery is an encouraging feature, although not all of the charities supported are long established. It is not cost-effective for the Trust to maintain more than an arms-length relationship with the recipients of small grants, but a pattern of giving over a number of years, coupled with scrutiny of published reports, enables the Trust to monitor the value achieved from this grant scheme.

**THE SIR JULES THORN CHARITABLE TRUST**  
**REPORT OF THE TRUSTEES (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

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## **How our grant programmes delivered public benefit – a review of achievements and performance**

The benefits of the Trust's work are many and varied. In the field of medical science its grants enable:-

- the outcomes from research to be disseminated worldwide in scientific journals;
- research findings to be translated into new therapies for patients, or to improve the diagnosis of clinical conditions;
- young clinical researchers to develop their knowledge and skills under expert supervision;
- new research, assessment, and treatment facilities to be provided;

The Trust's humanitarian grants assist with:-

- the provision of facilities and care for the sick and disadvantaged;
- the work of carers;
- community projects;
- support for those with disabilities; and
- aiding those in distress.

The 347 grants which the Trust made during the year are specified in the schedules to the accompanying financial statements. They are indicative of its focus on supporting charitable organisations whose work provides public benefit in areas such as those indicated above.

### **(a) Medical research grants**

- The competition for **The Sir Jules Thorn Award for Biomedical Research** was won this year by the University of Edinburgh whose successful bid for a grant of £1,364,215 over 5 years will fund a study "Myocardial fibrosis and left ventricular decompensation in patients with aortic stenosis".
- This was the fourteenth such award under this grant scheme, bringing the Trust's total commitment to £15.05 million since its inception in 2001. The progress of research is monitored regularly by the Trust's Medical Advisory Committee, with progress reports, including presentations by investigators. These are long term programmes whose outcomes will become apparent over time but those which have been concluded have produced some excellent results which have been published, and have enabled other funding to be obtained to continue the investigations.

**THE SIR JULES THORN CHARITABLE TRUST**  
**REPORT OF THE TRUSTEES (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

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- **PhD Scholarships** totalling £168,000 were awarded to the universities of Aberdeen and Leicester. They will enable two young graduates to start their careers in clinical research, each providing valuable support for a Clinical Senior Lecturer, and working towards a PhD degree over 3 years.
- This is the seventh year of this grant scheme, during which sixteen PhD students have benefited from the Trust's scholarships. A total of over £1.6 million has been committed to date.

**(b) Medically- related grants**

Nineteen major awards totalling £1,230,000 were made to assist charities, hospitals, and universities, with capital projects which will improve the care and treatment of patients, and people living with disabilities. The details are given in Schedule B to the financial statements.

The Trust monitors the progress of all projects for which it provides substantial grants, and undertakes site visits. Impact and evaluation reports will normally be part of the reporting process.

**(c) The Ann Rylands Small Donations**

The Trust responded to numerous other charitable appeals by providing small grants totalling £286,129, shown in Schedule C to the financial statements.

The Trust's experience over many years, evidenced by letters received and by personal visits is that, whilst the grants made under the Small Grants Programme are modest, they are important to the recipients. Many are small charities for whom fundraising is often difficult. The Trust's support provides an important contribution to their income and it provides a morale boost for those working for the charities, often on a voluntary basis. Anecdotal evidence suggests also that the Trust's support can act as an encouragement to other potential donors during fundraising.

## **Financial Review**

There were no unexpected events which affected the Trust's financial position during the year. The Trust maintained a very strong net asset position (£110.8m) coupled with a high level of liquidity (cash balances of £10.3m), both of which are alluded to in (a) and (b) below. New grant commitments, plus the associated support costs, were, at £3.4m, within the budget resources allocated, which reflected what, in the Trustees' judgment, was affordable based on the Trust's total return formula. The latter, described in (b) below, allows for distributions to good causes to exceed dividend income, (£2.6m in 2015) and to utilise a prudent amount of past investment gains. The net result was a planned operating deficit for the year of £785k on unrestricted funds, (£805k after allocated investment losses). This was financed by a transfer from endowment funds.

**THE SIR JULES THORN CHARITABLE TRUST**  
**REPORT OF THE TRUSTEES (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

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The principal risks faced by the Trust are summarised in (c) below. Variable investment returns constitute the primary financial risk and this is managed within the context of the investment policy described in (b) below. A period of prolonged low returns could affect the Trustees' future distribution policy but there are no current reasons to change the Trust's established financial plan materially.

**(a) Reserves Policy**

The Trust has no present need to designate unrestricted income funds as reserves because it has a substantial expendable endowment which currently provides the resources needed to finance its activities. The Trustees aim is to have a stable distribution policy but the Trust's grant-making expenditure is discretionary, which enables the Trustees to manage new commitments in line with the resources which they deem prudent to withdraw from the investment funds, the primary endowment assets. In addition the Trust's current assets are highly liquid, which, coupled with the expendable endowment assets, ensures that all obligations (mainly future grant payments) can be met as they fall due.

As at 31 December 2015 endowment funds were £110.8m. The Trustees' investment policy, described in (b) below is designed to maintain the real value of the investment assets over time, whilst recognising that there will be periods of volatility.

**(b) Investment Policy**

The Trust Deed does not impose any restriction on the Trustees' power to invest. The majority of endowment funds are invested in the stock markets for the long term under the professional guidance of the Trust's Fund Managers, who operate with discretionary mandates but subject to guidelines defined in the Trustees' Statement of Investment Principles.

The Trustees have adopted a total return policy under which investment income is reinvested in the Fund and expenditure is financed by cash withdrawn according to a formula which recognises that some past capital gains may safely be distributed, provided that the ability of the Fund to generate adequate returns into the future is not compromised. The current formula provides for 3.5% of the market value of the Fund, averaged over the previous three years, to be withdrawn, subject to the three year average being not less than £90 million, adjusted for inflation.

In the second quarter of 2011 the Trustees amended the Trust's investment policy to focus on a target return objective of 3.5% above the Consumer Prices Index, net of fees, measured over a rolling 3 year period. Investment performance is now judged against that objective. The annualised return, net of fees, since the inception date of the new investment objective was 7.8% in the case of Cazenove Capital Management and 4.5% for Ruffer. The target return during the same period was 4.5%.

There is no directly comparable figure for the returns on the portfolio managed by Investec Asset Management due to a restructuring during the year as a result of which the segregated portfolio which they had managed hitherto was liquidated and £40m from the proceeds was invested in the Investec Diversified Growth Fund. The balance of £17.3m was added to the assets managed by

**THE SIR JULES THORN CHARITABLE TRUST**  
**REPORT OF THE TRUSTEES (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

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Ruffer. For the full year – pre and post the restructuring – the funds under management by Investec produced a net total return of 2.3%. The Trust's investment in Investec's Diversified Growth Fund dates from 1 August 2015 and during the 5 months to the end of 2015 the return gross of fees was -2.9%. Since the inception of the Diversified Growth Fund on 1 May 2012, the annualised gross return was 6.9%, compared with its target of 6.2%, calculated at 5% plus the Consumer Price Index, gross of fees.

The composition of the target total return set for the investment managers is not specific in terms of the mix of income and capital appreciation, but the new investment in the Investec Diversified Growth Fund is in Accumulation Units, aimed at capital appreciation. The absence of distributions will have the effect of reducing dividend income shown in the Trust's financial statements. This will have been a contributory factor in the £316K reduction seen in 2015.

Investment management fees applicable to the Investec Diversified Growth Fund are embedded in the price of units and are not included in the £344,966 "Cost of Investment Management" shown on page 14 of the financial statements. Those fees were £50,806, in addition to which Investec waived fees of £60,363 due on their previous, segregated, portfolio, as part of the agreement for the aforementioned restructuring of assets under their management. Allowing for these items, the total cost of investment management for the year would have been £456,135, which compares with £489,343 in 2014.

In addition to the negative screening for direct investment in UK tobacco manufacturing stocks, the Trustees expect that the Investment Managers will adopt an active policy on the exercise of voting rights in accordance with the principles of good corporate governance published by the Institutional Shareholders' Committee. Details of such voting activities are required to be reported in the regular reports which the Managers make to the Trustees.

The Fund Managers provide the Trustees with a written valuation and performance report each quarter, and make a personal presentation on the performance of the funds which they manage at least once per annum.

The Trust's cash resources – £10.3 million at the year-end - are managed so as to optimise the return, while ensuring that funds are readily available to meet grant payments and other obligations as they fall due. In the current low interest rate environment the income yield on cash balances is very modest but the Trustees regard the present 60% cash cover for outstanding grant commitments to be appropriate, when coupled with the Trust's substantial investment assets.

The Trustees consider that their responsibility for the safety and performance of the Trust's investments is discharged appropriately by the aforementioned arrangements, when combined with the Trust's own monitoring of portfolio activity, and the annual audit procedures.

**THE SIR JULES THORN CHARITABLE TRUST**  
**REPORT OF THE TRUSTEES (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

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**(c) Risk Management**

The risks to which the Trust is exposed are reviewed regularly by the Trustees. The major risks are considered to be:

- Financial – where a reduction in the value of investment assets is sufficient to undermine the charity's strategic objectives.
- Operational – where processing failures, fraud, or major incidents, impede the charity's ability to function effectively, and thus to deliver its charitable objectives.
- Compliance – where a failure to comply with charity law, the general law, and the founding Trust Deed, compromises the charity's status and its future.

Ensuring that these, and other risks, are managed appropriately is central to the Trustees' governance, which is the subject of continuing attention. Systems and procedures for risk management are reviewed at Trustees' meetings. A risk register and a disaster recovery plan are updated regularly, and the performance of the professional managers employed to manage the charity's substantial investment assets is monitored closely.

The Trustees do not consider that they have a need to establish an Audit Committee from within their number in order to ensure effective control of the charity, but they keep this aspect of governance under regular review.

**Plans for future periods**

The Trustees intend to maintain the Trust's grant-making in line with the current policies described above, which are reviewed and confirmed regularly.

The Trust continues to improve its operational capabilities through technological improvements, and 2016 will see the completion of a major project to build a relational database, bringing together key data in easily accessible format on all of the Trust's grant-making activities.

**THE SIR JULES THORN CHARITABLE TRUST**  
**REPORT OF THE TRUSTEES (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

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## **Trustees' responsibilities in relation to the financial statements**

The Trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards).

The law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- follow applicable UK Accounting Standards and the Charities SORP, disclosing and explaining any departures in the accounts; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions, 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, the Charities (Accounts and Reports) Regulations 2008 and the provisions of the charity's constitution. 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 irregularity.

### **Auditor**

Crowe Clark Whitehill LLP has indicated its willingness to be reappointed as statutory auditor for the next financial year.

Approved by the Trustees and signed on their behalf by:

**Elizabeth S Charal, Chairman** \_\_\_\_\_  
**Date:**

## **Independent Auditor's Report to the Trustees of The Sir Jules Thorn Charitable Trust**

We have audited the financial statements of The Sir Jules Thorn Charitable Trust for the year ended 31 December 2015 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash flow Statement and the related notes numbered 1 to 18.

The financial reporting framework that has been applied in their preparation is applicable law and FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland.

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 and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. 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 31 December 2015 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland; 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  
London

**THE SIR JULES THORN CHARITABLE TRUST**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

	Notes	Unrestricted Funds 2015	Endowment Funds 2015	Total Funds 2015	Total Funds 2014
		£	£	£	£
<b>INCOME &amp; ENDOWMENTS</b>					
Income from investments	9	2,591,687	-	2,591,687	2,907,341
Other income		-	-	-	2,612
<b>Total income and endowments</b>		<b>2,591,687</b>	<b>-</b>	<b>2,591,687</b>	<b>2,909,953</b>
<b>EXPENDITURE</b>					
<b>Expenditure on raising funds</b>					
Investment management costs		5,385	339,581	<b>344,966</b>	489,343
<b>Expenditure on charitable activities</b>					
<b>Grantmaking</b>					
Medical Research Grants		1,713,145	-	<b>1,713,145</b>	1,913,473
Medically-related Grants		1,271,674	-	<b>1,271,674</b>	1,003,338
The Ann Rylands Small Donations		386,035	-	<b>386,035</b>	389,024
		<b>3,370,854</b>	<b>-</b>	<b>3,370,854</b>	<b>3,305,835</b>
<b>Total expenditure</b>	11	<b>3,376,239</b>	<b>339,581</b>	<b>3,715,820</b>	<b>3,795,178</b>
<b>Net operating deficit for the year</b>		<b>(784,552)</b>	<b>(339,581)</b>	<b>(1,124,133)</b>	<b>(885,225)</b>
<b>Net (losses)/gains on investment</b>		(20,258)	(419,149)	<b>(439,407)</b>	4,322,966
<b>Net expenditure for the year</b>		(804,810)	(758,730)	<b>(1,563,540)</b>	3,437,741
<b>Transfer between Funds</b>		804,810	(804,810)	-	-
<b>Net movement in funds</b>		-	<b>(1,563,540)</b>	<b>(1,563,540)</b>	3,437,741
<b>Reconciliation of funds</b>					
Total funds brought forward at 1 January 2015		-	112,394,241	<b>112,394,241</b>	108,956,500
<b>Total funds carried forward at 31 December 2015</b>		<b>-</b>	<b>110,830,701</b>	<b>110,830,701</b>	<b>112,394,241</b>

All results are derived from continuing operations.

*The notes on pages 17 to 27 form part of these financial statements*

**THE SIR JULES THORN CHARITABLE TRUST**  
**BALANCE SHEET**  
**AT 31 DECEMBER 2015**

	Notes	2015		2014	
		£	£	£	£
<b>FIXED ASSETS</b>					
Fixtures and fittings	2		10,440		12,602
Investments	3		117,655,515		117,082,977
			<u>117,665,955</u>		<u>117,095,579</u>
<b>CURRENT ASSETS</b>					
Debtors	4	172,688		334,058	
Short term deposits	5	-		5,216,886	
Cash at bank and in hand		<u>10,322,998</u>		<u>6,292,661</u>	
		<u>10,495,686</u>		<u>11,843,605</u>	
<b>CREDITORS: amounts falling due within one year</b>					
Grant commitments	6	4,013,361		4,008,661	
Creditors	7	<u>164,703</u>		<u>167,388</u>	
		<u>4,178,064</u>		<u>4,176,049</u>	
<b>NET CURRENT ASSETS</b>			<u>6,317,622</u>		<u>7,667,556</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>123,983,577</u>		<u>124,763,135</u>
<b>CREDITORS: amounts falling due after more than one year</b>					
Grant commitments	6		<u>13,152,876</u>		<u>12,368,894</u>
<b>NET ASSETS</b>	8		<u>110,830,701</u>		<u>112,394,241</u>
<b>THE FUNDS OF THE CHARITY</b>					
<b>Endowment funds</b>			<u>110,830,701</u>		<u>112,394,241</u>
<b>Unrestricted income funds</b>			<u>-</u>		<u>-</u>
<b>Total Charity Funds</b>			<u>110,830,701</u>		<u>112,394,241</u>

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

**Chairman**

Date:

*The notes on pages 17 to 27 form part of these financial statements*

**THE SIR JULES THORN CHARITABLE TRUST**  
**CASHFLOW STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

	Notes	2015 £	2014 £
Net cash (outflow) from operating activities	(a)	(2,570,357)	(2,835,361)
Net cash inflow from investing activities	(b)	1,383,808	3,275,300
<b>(Decrease)/ increase in cash in the period</b>	(c)	<b>(1,186,549)</b>	<b>439,939</b>

a) Reconciliation of net incoming resources to net cash outflow from operating activities	2015 £	2014 £
Net (expenditure)/ income for the year	(1,563,540)	3,437,741
Depreciation	5,408	5,019
Management fees paid from endowment funds	342,161	471,598
Gains/(losses) on investment	438,342	(4,322,966)
Dividends and interest from investments	(2,703,041)	(2,787,700)
Interest income	(37,054)	(36,554)
Decrease/(increase) in debtors	161,370	(46,621)
Increase in creditors	785,997	444,122
<b>Net cash (outflow) from operating activities</b>	<b>(2,570,357)</b>	<b>(2,835,361)</b>

b) Net cash inflow from investing activities	2015 £	2014 £
Cash withdrawals from investment portfolio	1,350,000	3,240,000
Interest income	37,054	36,554
Purchase of tangible fixed assets	(3,246)	(1,254)
Proceeds from sale of investments	-	-
Change in cash and cash equivalents due to exchange rate movements	-	-
	<b>1,383,808</b>	<b>3,275,300</b>

c) Analysis of changes in net cash funds	At 1 January 2015 £	Cashflows £	At 31 December 2015 £
Cash in hand	6,292,661	4,030,337	10,322,998
Notice deposits	5,216,886	(5,216,886)	-
Total cash and cash equivalents	<b>11,509,547</b>	<b>(1,186,549)</b>	<b>10,322,998</b>

**THE SIR JULES THORN CHARITABLE TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

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**1. PRINCIPAL ACCOUNTING POLICIES**

**a) Basis of accounting**

The Trust is a registered charity in England and Wales and as such is a Public Benefit entity. Governed by its Trust Deed, dated 18 February 1964.

The Trust's Charity Commission registration number is 233838 and its registered address is 24 Manchester Square, London, W1U 3TH.

The financial statements have been prepared under the historical cost convention as modified by the revaluation of investments and in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) - effective 1 January 2015. The date of transition to FRS102 was 1 January 2014 and in preparing the financial statements, the Trustees have considered whether the accounting policies required by the standard require the restatement of comparative information. The effect of these adjustments on opening reserves and comparative information is noted in note 18.

The functional currency of the Trust is considered to be GBP because that is the currency of the primary economic environment in which the charity operates.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. The departure has arisen because charities are now required to prepare their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

After making enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue its activities for the foreseeable future. The trustees are not aware of any material uncertainties about the charity's ability to continue and accordingly, they continue to adopt the going concern basis in preparing the financial statements as outlined in the Statement of Trustees' Responsibilities on page 12.

**b) Critical accounting judgements and key sources of estimation uncertainty**

In the application of the charity's accounting policies, which are described in this note, Trustees are required to make judgements, estimates, assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods.

In the view of the Trustees, no assumptions concerning the future or estimation uncertainty affecting assets and liabilities at the balance sheet date are likely to result in a material adjustment to their carrying amounts in the next financial year.

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the presentation of the financial statements are as follows:

**THE SIR JULES THORN CHARITABLE TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

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- c) Income from investments**  
Dividend, interest and other income is accounted for on an accruals basis and is shown gross of any associated tax credits recoverable.
- d) Grants and donations payable**  
Grants and donations are recognised in the Statement of Financial Activities on the basis of the commitments made during the year. Because most projects last for more than one year the total of amounts committed but not yet paid is shown split between current and long-term liabilities.
- e) Fixed assets and depreciation**  
Fixed assets over £500 are capitalised. Depreciation is provided on fixed assets, so as to write off the cost of the assets over their expected useful lives estimated residual values, at the following rates:
- |                       |                        |
|-----------------------|------------------------|
| Office equipment      | 20% p.a. straight line |
| Fixtures and fittings | 10% p.a. straight line |
- f) Investments**  
Investments are stated at mid-market value at the year end. The Statement of Financial Activities includes the aggregate of realised and unrealised gains and losses during the year.
- g) Basis of allocation of costs**  
*Cost of generating funds*  
The cost of generating funds represents amounts paid to the Trust's external investment managers.
- Support costs*  
These costs are incurred directly in the delivery of the Trust's charitable activities. These costs are based on the percentage of time that a resource is used in the application of grants administration and associated activities together with the overhead costs of the charity.
- Governance costs*  
Governance costs comprise costs incurred in Trust administration and compliance with regulatory requirements. Staff costs are calculated in the percentage of time committed.
- h) Portfolio management fees**  
The cost of managing the Trust's investment portfolio is met from Endowment Funds, apart from a proportionate allocation for the cost of managing non-endowment funds invested in the stock market, which is met from Unrestricted Funds. Portfolio management fees are recognised on an accruals basis.
- i) Pensions**  
Contributions are made to three employees' personal pension schemes in accordance with their employment contracts. All such contributions are expensed through the Statement of Financial Activities in the year in which they are due.

**THE SIR JULES THORN CHARITABLE TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

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**j) Funds**

Unrestricted funds are general funds that are available for use at the discretion of the Trustees for the furtherance of the objectives of the Trust and have not been designated for specific purposes.

Endowment funds represent the investment assets derived from the original gift from Sir Jules Thorn. The endowment is expendable at the discretion of the Trustees.

**k) Financial instruments**

Financial assets and financial liabilities are recognised when the Trust becomes a party to the contractual provisions of the instrument.

Additionally all financial assets and liabilities are classified according to the substance of the contractual arrangements entered into. Financial assets and liabilities are initially measured at transaction price (including transaction costs) and are subsequently re-measured where applicable at amortised cost except for forward rate currency contracts which are subsequently measured at fair value with gains and losses recognised in the Statement of Financial Activities.

Assets and liabilities held in foreign currency are translated to GBP at the balance sheet date at an appropriate year end exchange rate.

The Trusts investment managers enter into forward rate currency contracts to manage its exposure to fluctuations in exchange rates within the investment portfolio throughout the year. These contracts are recognised at fair value within the overall valuation of the investment portfolio with gains or losses recognised in the Statement of Financial Activities.

**THE SIR JULES THORN CHARITABLE TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

**2. TANGIBLE FIXED ASSETS**

	<b>Fixtures, Fittings and equipment £</b>
<b>Cost at 1 January 2015</b>	75,635
Additions	<u>3,246</u>
<b>At 31 December 2015</b>	<u><b>78,881</b></u>
<b>Depreciation</b>	
At 1 January 2015	63,033
Charge for the year	<u>5,408</u>
<b>At 31 December 2015</b>	<u><b>68,441</b></u>
<b>Net book value</b>	
<b>At 31 December 2015</b>	<u><b>10,440</b></u>
<i>At 31 December 2014</i>	<u>12,602</u>

**3. INVESTMENTS**

	<b>2015</b>	<b>2014</b>
£	£	£
Market value at 1 January 2015	<b>117,082,977</b>	113,683,908
Investment income received	<b>2,703,041</b>	2,787,700
Cash fund withdrawals	<u><b>(1,350,000)</b></u>	<u>(3,240,000)</u>
Net movement in investment cash balances	<b>1,353,041</b>	(452,300)
Net (losses)/gains on investments	<u><b>(438,342)</b></u>	<u>4,322,965</u>
Management fees paid	<u><b>(342,161)</b></u>	<u>(471,596)</u>
Market value at 31 December 2015	<u><b>117,655,515</b></u>	<u>117,082,977</u>
Cost at 31 December 2015	<u><b>116,086,750</b></u>	<u>99,922,204</u>
Investments at year end were made up as follows:	<b>2015</b>	<b>2014</b>
	£	£
UK equities	<b>13,283,378</b>	33,773,326
UK fixed interest securities	<b>9,342,041</b>	7,909,585
UK property	<b>2,634,867</b>	3,590,241
Overseas equities	<b>23,806,964</b>	23,640,278
Overseas fixed interest securities	<b>7,290,281</b>	4,031,888
Managed funds	<b>49,542,790</b>	39,794,616
Forward foreign exchange	<b>(288,771)</b>	(23,878)
Other	<b>3,198,980</b>	1,046,055
Cash	<b>8,844,985</b>	3,320,866
<b>Total</b>	<u><b>117,655,515</b></u>	<u>117,082,977</u>

**THE SIR JULES THORN CHARITABLE TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

Individual investments with holdings of more than 5% of the total value of the portfolio were Investec OEIC Global Equity Fund S – Inc which had a value of £ Nil (2014: £11,040,063).

<b>4. DEBTORS</b>	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Accrued income	159,637	328,765
Prepayments	13,051	5,293
	<u>172,688</u>	<u>334,058</u>
	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
<b>5. SHORT TERM CASH DEPOSITS</b>		
Investments (Banks and Money Market Funds)	<u>-</u>	<u>5,216,886</u>
	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
<b>6. GRANT COMMITMENTS</b>		
Forward commitments at 1 January 2015	16,377,555	15,939,170
Net commitments made during the year	2,995,750	2,912,522
Amounts paid during the year	<u>(2,207,068)</u>	<u>(2,474,137)</u>
Forward commitments at 31 December 2015	<u>17,166,237</u>	<u>16,377,555</u>
Forward commitments at 31 December 2015 in respect of ongoing projects were as follows:		
50 <sup>th</sup> Anniversary Award	10,000,000	10,000,000
Medical Research Grants	5,008,237	4,751,876
Medically-related Grants	2,158,000	1,625,679
	<u>17,166,237</u>	<u>16,377,555</u>
<b>Split as follows:</b>		
Amounts due within one year	4,013,361	4,008,661
Amounts due after one year	<u>13,152,876</u>	<u>12,368,894</u>
	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
<b>7. CREDITORS</b>		
Other creditors	43,172	40,510
Portfolio management fees	121,531	126,878
	<u>164,703</u>	<u>167,388</u>

**THE SIR JULES THORN CHARITABLE TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

**8a. ANALYSIS OF NET ASSETS BETWEEN FUNDS**

	Investments £	Tangible Fixed Assets £	Other net Liabilities £	Total Funds £
Unrestricted funds	1,000,000	10,440	(1,010,440)	-
Endowment funds	116,655,515	-	(5,824,814)	<b>110,830,701</b>
<b>Total</b>	<b><u>117,655,515</u></b>	<b><u>10,440</u></b>	<b><u>(6,835,254)</u></b>	<b><u>110,830,701</u></b>

**8b. RECONCILIATION OF FUNDS**

	Funds b/wd at 1 January 2015 £	Incoming Resources £	Resource expensed £	Transfers £	Gains and Losses £	Funds c/fwd at 31 December 2015 £
Endowment funds	112,394,241	-	(339,581)	(804,810)	(419,149)	110,830,701
Unrestricted funds	-	2,591,687	(3,376,239)	804,810	(20,258)	-
<b>Total Funds</b>	<b><u>112,394,241</u></b>	<b><u>2,591,687</u></b>	<b><u>(3,715,820)</u></b>	<b><u>-</u></b>	<b><u>(439,407)</u></b>	<b><u>110,830,701</u></b>

The Endowment funds represent the investment assets derived from the original gift from Sir Jules Thorn. The endowment is expendable at the discretion of the trustees. The Trustees have authorised an additional transfer from the endowment to unrestricted funds in order to finance grants awarded in the year.

**THE SIR JULES THORN CHARITABLE TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

**9. INCOME FROM INVESTMENTS**

	2015 £	2014 £
Listed investments in the UK	1,834,844	2,110,023
Listed investments outside the UK	687,682	724,134
Cash – interest income	69,161	73,184
	<u>2,591,687</u>	<u>2,907,341</u>

**10. SUPPORT COSTS**

	2015 £	2014 £
Staff costs	208,345	209,015
Rent, rates and service charges	25,474	40,157
Other	50,277	54,864
	<u>284,096</u>	<u>304,036</u>
<b>Governance costs</b>		
Staff costs	68,920	67,578
Audit fee	16,680	16,680
Legal fees	-	-
	<u>85,600</u>	<u>84,258</u>
<b>Total support costs</b>	<u>369,696</u>	<u>388,294</u>

**THE SIR JULES THORN CHARITABLE TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

**11. ANALYSIS OF TOTAL EXPENDITURE**

	Staff Costs	Support Costs	Governance Costs	Grants	Other	Depreciation	2015 Total	2014 Total
	£	£	£	£	£	£	£	£
<b>Expenditure on raising funds:</b>								
Investment management fees	-	-	-	-	344,966	-	<b>344,966</b>	489,343
<b>Expenditure on charitable activities</b>								
Medical Research Grants	91,331	34,088	29,960	1,555,332	-	2,434	<b>1,713,145</b>	1,913,473
Medically-related Grants	46,624	34,088	34,240	1,154,289	-	2,433	<b>1,271,674</b>	1,003,338
The Ann Rylands Small Donations	70,390	7,575	21,400	286,129	-	541	<b>386,035</b>	389,024
	<b>208,345</b>	<b>75,751</b>	<b>85,600</b>	<b>2,995,750</b>	-	<b>5,408</b>	<b>3,370,854</b>	3,305,835
<b>Total expenditure</b>	<b>208,345</b>	<b>75,751</b>	<b>85,600</b>	<b>2,995,750</b>	<b>344,966</b>	<b>5,408</b>	<b>3,715,820</b>	3,795,178

Full details of grants awarded in the year are on page 28 to 41 of this report.

**THE SIR JULES THORN CHARITABLE TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

<b>12. STAFF COSTS</b>	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Salaries	<b>238,474</b>	238,186
Employer's National Insurance	<b>26,114</b>	25,862
Pension contributions	<b>12,677</b>	12,544
	<b><u>277,265</u></b>	<b><u>276,592</u></b>

The number of employees whose emoluments are above £60,000 was: -

	<b>No.</b>	<b>No.</b>
£100,001 - £110,000	<b><u>1</u></b>	<b><u>1</u></b>

The average weekly number of persons employed by the Charity during the year was:-

	<b>No.</b>	<b>No.</b>
Administration and governance	<b><u>4</u></b>	<b><u>4</u></b>

The total amount of employee benefits received by key management was £110,185 at 31 December 2015 (2014: £108,557).

<b>13. TRUSTEES</b>	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Total emoluments	<b><u>Nil</u></b>	<b><u>Nil</u></b>
Total reimbursement of expenses	<b><u>Nil</u></b>	<b><u>Nil</u></b>

**14. OPERATING LEASE COMMITMENTS**

Total future minimum lease payments due under non-cancellable operating lease at year end are as follows:

	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
<b>Land &amp; Buildings</b>		
Leases which expire in less than one year	<b>26,750</b>	26,750
Leases which expire in one to five years	<b>133,750</b>	133,750
Leases which expire in more than five years	<b>26,750</b>	53,500
<b>Total future minimum lease payments</b>	<b><u>187,250</u></b>	<b><u>214,000</u></b>

**THE SIR JULES THORN CHARITABLE TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

**15. COMPARATIVE STATEMENT OF FINANCIAL ACTIVITIES**

	Notes	Unrestricted Funds 2014	Endowment Funds 2014	Total Funds 2014
		£	£	£
<b>INCOME &amp; ENDOWMENTS</b>				
Income from investments		2,907,341	-	2,907,341
Other income		2,612	-	2,612
<b>Total income and endowments</b>		<b>2,909,953</b>	<b>-</b>	<b>2,909,953</b>
<b>EXPENDITURE</b>				
<b>Expenditure on raising funds</b>				
Investment management costs		10,935	478,408	<b>489,343</b>
<b>Expenditure on charitable activities</b>				
<b>Grantmaking</b>				
50 <sup>th</sup> Anniversary Award		-	-	-
Medical Research Grants		1,913,473	-	<b>1,913,473</b>
Medically-related Grants		1,003,338	-	<b>1,003,338</b>
The Ann Rylands Small Donations		389,024	-	<b>389,024</b>
Other expenditure		-	-	-
		<b>3,305,835</b>	<b>-</b>	<b>3,305,835</b>
<b>Total expenditure</b>		<b>3,316,770</b>	<b>478,408</b>	<b>3,795,178</b>
<b>Net income/(expenditure) before gains and losses</b>		<b>(406,817)</b>	<b>(478,408)</b>	<b>(885,225)</b>
<b>Net gains/(losses) on investment</b>		34,693	4,288,273	<b>4,322,966</b>
<b>Transfer between Funds</b>		372,124	(372,124)	-
<b>Net movement in funds</b>		<b>-</b>	<b>3,437,741</b>	<b>3,437,741</b>
<b>Reconciliation of funds</b>				
Total funds brought forward at 1 January 2014		-	108,956,500	<b>108,956,500</b>
<b>Total funds carried forward at 31 December 2014</b>		<b>-</b>	<b>112,394,241</b>	<b>112,394,241</b>

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

**16. FINANCIAL INSTRUMENTS**

	2015	2014
	£	£
<b>(a) Carrying amount of financial assets/liabilities</b>		
Financial assets that are measured at amortised cost	<b>10,482,635</b>	11,838,313
Financial liabilities that are measured at amortised cost	<b>(17,298,914)</b>	(16,513,531)
Financial assets measured at fair value through the statement of financial activities	<b>117,655,515</b>	117,082,977

**(b) Forward contracts**

The Trust is committed to purchasing a total of USD £Nil (2014: USD £1,367,041), EUR £Nil (2014: EUR £2,881,253), JPY £Nil (2014: JPY £2,319,689) and GBP Nil (2014: GBP 1,003,018) under forward rate contracts at 31 December 2015.

The Trust is also committed to selling a total of USD £7,510,337 (2014: USD £279,423), EUR £99,225 (2014: EUR£1,084,981), JPY £4,142,775 (2014: JPY £2,381,586), CHF £Nil (2014: CHF £155,716) and GBP Nil (2014: GBP 6,181,274) under forward rate contracts at 31 December 2015.

All contracts mature on 18/03/16 (2014: between 16/01/15 and 18/03/15) and are included within the investment portfolio at a market value of £(288,771) at 31 December 2015 (2014: £(23,878)).

**17. RELATED PARTIES**

There are no related party transactions or balances which require disclosure within the financial statements during 2015.

**18. TRANSITION TO FRS102**

	As at 1 January 2014	As at 31 December 2014
	£	£
<b>Reconciliation of capital and reserves:</b>		
Capital and reserves (as previously stated)	108,962,762	112,403,339
Employee benefits accrual	(6,262)	(9,098)
Capital and reserves (as restated)	<u><b>108,956,500</b></u>	<u><b>112,394,241</b></u>
<b>Reconciliation of 2014 net expenditure for the period:</b>		
2014 net expenditure (as previously stated)		(3,440,577)
Employee benefits accrual		(2,836)
2014 net expenditure (as restated)		<u><b>(3,437,741)</b></u>

On transition to FRS102, an employee benefits accrual has been recognised within the financial statements (2015: £11,146; 2014: £9,098; and 2013: £6,262). The effect of these additional liabilities on opening reserves and comparative information is presented above.

**THE SIR JULES THORN CHARITABLE TRUST  
GRANTS  
FOR THE YEAR ENDED 31 DECEMBER 2015**

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**SCHEDULE A - MEDICAL RESEARCH GRANTS** £

**The University of Edinburgh**

“Myocardial fibrosis and left ventricular decompensation in patients with aortic stenosis” The Sir Jules Thorn Award for Biomedical Research over five years. 1,364,215

**University of Aberdeen**

“Towards a neuroimaging biomarker of fatigue in inflammatory disease”  
PhD Scholarship over three years. 84,000

**University of Leicester**

“Systems Medicine: Novel mathematical approaches to personalised care in Asthma”  
PhD Scholarship over 3 years. 84,000

**Total** 1,532,215

**Extension to Existing Project**

**Queen’s Belfast University** 197,000

“Vascular stem cell therapy for ischaemic retinopathies” over 18 months

**ADJUSTMENTS TO COMMITMENT MADE IN PRIOR YEARS** (173,883)

**TOTAL** 1,555,332

**THE SIR JULES THORN CHARITABLE TRUST  
GRANTS (CONTINUED)  
FOR THE YEAR ENDED 31 DECEMBER 2015**

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**SCHEDULE B - MEDICALLY-RELATED GRANTS**

**£**

**Black Stork Charity**

To help create a lecture theatre at the new Defence National Rehabilitation Centre. 340,000

**Veterans Aid**

Contribution towards the cost of refurbishing the charity's hostel for homeless ex-servicemen. 100,000

**Royal Hospital for Neuro-disability**

Contribution towards the refurbishment of a specialist nursing ward used for the treatment and care of brain injury patients. 75,000

**Treloar Trust**

Contribution towards the provision of additional residential accommodation at this school for disabled young people. 65,000

**The Children's Hospital Charity (Sheffield)**

Contribution towards an Intra-Operative MRI scanner. 50,000

**South Cleveland Heart Fund**

To assist with the upgrade of Cardiac MRI scanning capacity at the James Cook University Hospital in Middlesbrough. 50,000

**Birmingham Children's Hospital Charity**

Contribution towards the cost of the planned upgrade of the emergency radiology area at the hospital. 50,000

**Linden Lodge Charitable Trust**

Contribution towards a new Family Centre at Linden Lodge school for children with sensory disabilities. 50,000

**Ambitions About Autism**

Contribution towards the refurbishment cost of two new permanent sites for the charity's post -19 college. 50,000

**THE SIR JULES THORN CHARITABLE TRUST  
GRANTS (CONTINUED)  
FOR THE YEAR ENDED 31 DECEMBER 2015**

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<b>SCHEDULE B - MEDICALLY-RELATED GRANTS</b>	<b>£</b>
<b>Prince and Princess of Wales Hospice</b>	
Contribution towards the cost of a new purpose-built hospice in Glasgow.	50,000
<b>Woking and Sam Beare Hospices</b>	
Contribution towards the creation of a new Woking hospice.	50,000
<b>Arthur Rank Hospice Charity</b>	
Contribution towards a new hospice development in Cambridge.	50,000
<b>Alexander Devine Children's Hospice Services</b>	
Contribution towards the cost of the first hospice development in Berkshire.	50,000
<b>St. Michael's Hospice, Hastings and Rother</b>	
Contribution towards repairs and an extension to the hospice, following a major fire.	50,000
<b>Maggie Keswick Jencks Cancer Caring Centres Trust</b>	
Contribution towards a new centre, to be built in South Wales.	50,000
<b>University Hospital Coventry and Warwickshire Charity</b>	
To help fund a new breast scanning and mammography unit.	25,000
<b>Sick Kids Friends Foundation</b>	
Contribution towards the enhancement of facilities at the new children's hospital in Edinburgh..	25,000

**THE SIR JULES THORN CHARITABLE TRUST  
GRANTS (CONTINUED)**

**FOR THE YEAR ENDED 31 DECEMBER 2015**

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<b>SCHEDULE B - MEDICALLY-RELATED GRANTS</b>	<b>£</b>
	<b>£</b>
<b>Canine Partners</b>	
Contribution towards the cost of fitting out new residential accommodation at the charity's new dog training centre for disabled people.	25,000
<b>Diverse Abilities</b>	
Contribution towards the refurbishment and extension of respite care facilities.	25,000
<b>Total</b>	<u>1,230,000</u>
<b>ADJUSTMENTS TO COMMITMENTS MADE IN PRIOR YEARS</b>	<b>(75,711)</b>
<b>TOTAL</b>	<u><u>1,154,289</u></u>

**THE SIR JULES THORN CHARITABLE TRUST  
GRANTS (CONTINUED)  
FOR THE YEAR ENDED 31 DECEMBER 2015**

<b>SCHEDULE C - SUMMARY OF THE ANN RYLANDS SMALL DONATIONS</b>		
<u>Amount</u>	<u>Number</u>	<u>£ Total</u>
£5,000	3	15,000
£1,500	5	7,500
£1,261	1	1,261
£1,250	26	32,500
£1,215	1	1,215
£1,150	1	1,150
£1,100	1	1,100
£1,000	75	75,000
£955	1	955
£910	1	910
£900	1	900
£840	1	840
£800	2	1,600
£750	157	117,750
£705	1	705
£656	1	656
£632	1	632
£625	1	625
£610	1	610
£600	38	22,800
£520	1	520
£500	3	1,500
£400	1	400
<b>Total</b>	<b><u>324</u></b>	<b><u>286,129</u></b>

**THE SIR JULES THORN CHARITABLE TRUST  
GRANTS (CONTINUED)  
FOR THE YEAR ENDED 31 DECEMBER 2015**

<b><u>Amount</u></b>	<b>SPECIFICATION OF THE ANN RYLANDS SMALL DONATIONS</b>	<b><u>Number</u></b>	<b><u>£ Total</u></b>
<b>£5,000</b>	The Ben Williams Trust East and North Hertfordshire NHS Trust London School of Hygiene & Tropical Medicine	<b>3</b>	<b>15,000</b>
<b>£1,500</b>	Bath Institute of Medical Engineering Changing Faces Demand Design and Manufacture Disability The Tank Museum Trinity Hospice	<b>5</b>	<b>7,500</b>
<b>£1,261</b>	Cancer Link Aberdeen and North	<b>1</b>	<b>1,261</b>
<b>£1,250</b>	Cherry Trees Corby and District Cancer Care Demelza House Children's Hospice High Peak Hospicecare Hospiscare Huntington's Disease Association Independence at Home Katherine House Hospice Keech Hospice Care MedEquip4Kids National Osteoporosis Society Penny Brohn Cancer Care REACT Rennie Grove Hospice Care Richard House Trust Scottish Huntington's Disease St Catherine's Hospice St Clare's Hospice St Mary's Hospice Style Acre The Jessie May Trust The Movement for Non-Mobile Children (Whizz-Kidz) The Queen Alexandra Hospital Home The St Peter and St James Charitable Trust Treetops Hospice Trust Weston Hospicecare	<b>26</b>	<b>32,500</b>

**THE SIR JULES THORN CHARITABLE TRUST  
GRANTS (CONTINUED)  
FOR THE YEAR ENDED 31 DECEMBER 2015**

<b><u>Amount</u></b>	<b>SPECIFICATION OF THE ANN RYLANDS SMALL DONATIONS</b>	<b><u>Number</u></b>	<b><u>£ Total</u></b>
<b>£1,215</b>	Harrogate District Hospice Care	1	1,215
<b>£1,150</b>	St Richard's Hospice Foundation	1	1,150
<b>£1,100</b>	Kids Cancer Charity	1	1,100
<b>£1,000</b>	Active 8 Age UK East Suffolk Arthritis Care Ashford Hospice Auditory Verbal UK Autism Bedfordshire Autism Hampshire Bendrigg Trust Berkshire County Blind Society Bliss - The National Charity for the Newborn Bobath Children's Therapy Centre Wales Bowel Cancer UK British Liver Trust British Refugee Council Cardboard Citizens CCHF All About Kids CCLASP (Children with Cancer and Leukaemia Advice and Support for Parents) Children 1st Church Housing Trust Clothing Solutions (for Disabled People) Country Holidays for Inner City Kids Create (Arts) DENS Dogs for Good Dorset Blind Association Dressability Ecas Enterprise Education Trust Focus Birmingham Friendship Works Happy Days Children's Charity Harlepool and District Hospice Headway - The Brain Injury Association Heartline Families Hospice Services at Home TLC	75	75,000

**THE SIR JULES THORN CHARITABLE TRUST  
GRANTS (CONTINUED)  
FOR THE YEAR ENDED 31 DECEMBER 2015**

<b><u>Amount</u></b>	<b><u>Number</u></b>	<b><u>£ Total</u></b>
<b>£1,000</b>		
	Jumbulance Trust	
	Kent Association for the Blind	
	Keynsham and District Mencap Society	
	Meningitis Now	
	Oakleaf Enterprise	
	Pancreatic Cancer UK	
	Paul's Cancer Support Centre	
	Phab	
	Prisoners Abroad	
	Race Against Multiple Sclerosis (RAMS)	
	Revitalise Respite Holidays	
	Royal Wanstead School	
	Scottish Spina Bifida Association	
	Spinal Injuries Association	
	St John Wales	
	Strongbones Children's Charitable Trust	
	Sudbury Neighbourhood Centre (Middlesex)	
	The 999 Club and Lady Florence Trust	
	The Birmingham Settlement	
	The Brainwave Centre	
	The Fircroft Trust	
	The Heart of Kent Hospice	
	The Hospice of St Francis	
	The JPK Sussex Project	
	The Jubilee Sailing Trust	
	The Marlets Hospice	
	The North Northumberland Hospice	
	The Rainbow Centre for Children	
	The Royal London Society for Blind People	
	The Sara Lee Trust Fund	
	The Sussex Association for Spina Bifida and Hydrocephalus	
	The Uphill Ski Club of Great Britain	
	The Volunteer Link Scheme	
	The Wingate Special Children's Trust	
	Ty Hafan	
	Variety, the Children's Charity	
	White Lodge Centre	
	Wiltshire Air Ambulance	
	Winston's Wish	
	Woodlarks Camp Site TrustActive 8	

**THE SIR JULES THORN CHARITABLE TRUST  
GRANTS (CONTINUED)  
FOR THE YEAR ENDED 31 DECEMBER 2015**

<b>SPECIFICATION OF THE ANN RYLANDS SMALL DONATIONS</b>			
<b><u>Amount</u></b>		<b><u>Number</u></b>	<b><u>£ Total</u></b>
<b>£955</b>	Zoe's Place Trust	<b>1</b>	<b>955</b>
<b>£910</b>	Neuromuscular Centre	<b>1</b>	<b>910</b>
<b>£900</b>	Blind in Business	<b>1</b>	<b>900</b>
<b>£840</b>	Music in Hospitals	<b>1</b>	<b>840</b>
<b>£800</b>	Asthma Relief Braintree District Mencap Society	<b>2</b>	<b>1,600</b>

**THE SIR JULES THORN CHARITABLE TRUST  
GRANTS (CONTINUED)  
FOR THE YEAR ENDED 31 DECEMBER 2015**

<b>SPECIFICATION OF THE ANN RYLANDS SMALL DONATIONS</b>		<b>£</b>
<b><u>Amount</u></b>	<b><u>Number</u></b>	<b><u>Total</u></b>
<b>£750</b>	<b>157</b>	<b>117,750</b>
3H Fund (Helping Hands for Holidays)		
Action for M.E.		
Age Concern Cardiff and the Vale of Glamorgan		
Age UK Exeter		
Age UK Merton		
Alive Activities		
Amaze		
Asperger East Anglia		
Assist Trust		
Assisting Berkshire Children to Read		
Association of Wheelchair Children		
Asthma UK		
Autism Concern		
Back On Track		
Batten Disease Family Association		
Bedfordshire Housing Link		
Bradford Cancer Support		
Brain Tumour Support		
Braintrust		
Brandon Centre for Counselling and Psychotherapy for Young People		
Breakthrough (Deaf-Hearing Integration)		
Brighton and Hove Parents and Children Group		
Bristol Children's Help Society		
British Blind Sport		
British Wireless for the Blind Fund		
Cancer Support Scotland (Tak Tent)		
Carers Advice and Resource Establishment, Sandwell		
Carers of Leicestershire Advocacy and Support Project		
Centre 81		
Cerebral Palsy Plus		
CHAT		
Child Bereavement UK		
Child Brain Injury Trust		
Children with Cystic Fibrosis- Dream Holidays		
Children's Liver Disease Foundation		
Colchester Furniture Project (The Shake Trust)		
Compaid Trust		
Deafblind Scotland		
Disability Rights UK		
Drake Music		
East Anglian Air Ambulance		
Edinburgh Headway Group		
e-Learning Foundation		
Endometriosis UK		
Enrych Oxfordshire		

**THE SIR JULES THORN CHARITABLE TRUST  
GRANTS (CONTINUED)  
FOR THE YEAR ENDED 31 DECEMBER 2015**

<b><u>Amount</u></b>		<b><u>Number</u></b>	<b><u>£ Total</u></b>
<b>£750</b>	Families United Network Find a Voice Fledglings Family Services Footsteps Foundation Glasgow and West of Scotland Society for the Blind Go North Devon Guy's Gift Home-Start Butser Home-Start Surrey Heath Home-Start Wirall ICAN Charity Involve Kent Kaimes Special School Association KEEN Oxford KIND Launchpad Reading Leeds Children's Charity Life Cycle UK Living Options Devon Manchester Action on Street Health Marches Family Network Me2 Club Medical Foundation for the Care of Victims of Torture Mercian Ability Partnership Merlin MS Centre Mind in Camden Mosaic Clubhouse National Association of Clubs for Young People New Horizon Youth Centre Nordoff Robbins Music Therapy (Scotland) Norfolk Carers Support Northampton Door to Door Service Northampton Hope Centre Ocean Youth Trust Scotland Off the Record (Bristol) Opening Doors Orchid Cancer Appeal Oxfordshire Association for the Blind Oxfordshire Motor Project Oxfordshire My Life My Choice Association Parents Consortium PBC Foundation Reading Association for the Blind Reading Mencap Relate (Brighton,Hove,and East Bourne, Worthing and Districts)		

**THE SIR JULES THORN CHARITABLE TRUST  
GRANTS (CONTINUED)  
FOR THE YEAR ENDED 31 DECEMBER 2015**

<b><u>Amount</u></b>	<b><u>Number</u></b>	<b><u>£ Total</u></b>
<b>£750</b>		
	Relate Worcestershire	
	Root and Branch Westmill	
	Royal Free Cancerkin Breast Cancer Trust	
	Safeline Warwick	
	Saint Edmunds Society	
	School-Home Support Services (UK)	
	Sebastian's Action Trust	
	Second Chance	
	SERVE	
	Shepherds Bush Families Project and Children's Centre	
	SOS Domestic Abuse Projects	
	Special Needs and Parents	
	Springboard for Children	
	Springboard Project	
	St Michaels Fellowship	
	Stick 'n' Step	
	Suffolk Young People's Health Project	
	Swing and Smiles	
	Tall Ships Youth Trust	
	The "Who Cares?" Trust	
	The Amber Trust	
	The Archway Foundation	
	The Basildon Community Resource Centre	
	The Bridge (East Midlands)	
	The Clock Tower Sanctuary	
	The Dame Vera Lynn Trust for Children with Cerebral Palsy	
	The Douglas Bader Foundation	
	The Dystonia Society	
	The Fostering Network	
	The HAND Partnership	
	The Honeypot Children's Charity	
	The Legacy Rainbow House	
	The Lullaby Trust	
	The Magdalene Group Norfolk	
	The Mousetrap Foundation for the Arts	
	The Nelson Trust	
	The OASIS Partnership UK	
	The Puzzle Centre Trust	
	The Rainbow Centre for Conductive Education	
	The Sunnybank Trust	
	The Theodora Children's Charity	
	The West of England Multiple Sclerosis Therapy Centre	
	The Wiltshire Bobby Van Trust	
	Time and Talents Association	
	Time to Talk West Berkshire	
	Time Together	

**THE SIR JULES THORN CHARITABLE TRUST  
GRANTS (CONTINUED)  
FOR THE YEAR ENDED 31 DECEMBER 2015**

<b><u>Amount</u></b>	<b>SPECIFICATION OF THE ANN RYLANDS SMALL DONATIONS</b>	<b><u>Number</u></b>	<b><u>£ Total</u></b>
<b>£750</b>	Tiny Tims Children's Centre Toucan Employment Tower Hamlets Parents Centre Toynbee Hall Trinity Winchester Triple Trust Turning the Red Lights Green Unite Carers in Mid Devon VocalEyes Volunteer Reading Help West London Centre for Counselling Wetherby in Support of the Elderly Windmills Opportunity Playgroup Wintercomfort for the Homeless Wiltshire Mind Woman's Trust Women's Therapy Centre Worldwide Volunteering for Young People Yellow Submarine Holidays Young Dementia UK Young Minds Trust		
<b>£705</b>	Compton Hospice	1	<b>705</b>
<b>£656</b>	Age Concern Sandwell	1	<b>656</b>
<b>£632</b>	Cleveland Housing Advice Centre	1	<b>632</b>
<b>£625</b>	St Andrew's Hospice (Lanarkshire)	1	<b>625</b>
<b>£610</b>	Let Us Play (Wolverhampton)	1	<b>610</b>

**THE SIR JULES THORN CHARITABLE TRUST**

**GRANTS (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2015**

<b>SPECIFICATION OF THE ANN RYLANDS SMALL DONATIONS</b>	<b>Number</b>	<b>£ Total</b>
<b><u>Amount</u></b>		
<b>£600</b>	<b>38</b>	<b>22,800</b>
Acting on Impulse		
Addiction Northern Ireland		
Cairns Counselling		
Change of Scene		
Cheshire Autism Practical Support		
Clapton Common Boys Club		
Community Initiative South West		
Cued Speech Association UK		
Dyspraxia Foundation		
Elmtree Community Action Group		
Enfield Citizens Advice Bureaux		
Federation of London Youth Clubs		
Hackney Shed		
Half Moon Young People's Theatre		
Healthy Living Projects		
Henderson Trust		
Lifeworks Charity		
Michael Roberts Charitable Trust		
Mindroom		
Myasthenia Gravis Association		
Narcolepsy UK		
North West Wheelchair Rugby		
Positive Action Client Support		
RICE (The Research Institute for the Care of the Older People)		
Roundabout		
SGH Trust		
Solihull Bereavement Counselling Service		
Sports Driving Unlimited		
TAMBA (Twins and Multiple Births Association)		
The ACE Centre North		
The Big House Company		
The Brokerage Citylink		
The OHMI Trust		
The Orpheus Centre Trust		
The Refugee and Migrant Centre		
Upward Mobility		
West Lancs Disability Helpline		
Youth Concern		
<b>£520</b>	<b>1</b>	<b>520</b>
Bobath Scotland		
<b>£500</b>	<b>3</b>	<b>1,500</b>
Dunoon Link Club (SCIO)		
East Bristol Advice and Information Centres		
Radio Nightingale		
<b>£400</b>	<b>1</b>	<b>400</b>
Choysez		