

THE JERUSALEM TRUST

ANNUAL REPORT AND FINANCIAL STATEMENTS

5 APRIL 2025

The Peak
5 Wilton Road
London SW1V 1AP

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Legal and Administrative

The Jerusalem Trust (No. 285696) was established under a Trust Deed dated 28 September 1982 and became a registered charity on 13 December 1982.

Trustees	Lady Susan Sainsbury Mr Mark Browning Prof Peter Frankopan Mrs Melanie Townsend Mr David Wright Mr Peter Toby Hartley Booth	
Registered Office	The Peak 5 Wilton Road London SW1V 1AP	
Principal Officers	Mrs K Everett Ms V McLachlan Ms R Tiley	Chief Executive Officer Executive Executive
Bankers	Royal Bank of Scotland 36 St Andrew Square Edinburgh EH2 2YB	
Solicitors	Broadfield Law UK LLP One Bartholomew Close London EC1A 7BL	
Auditor	Sayer Vincent LLP 110 Golden Lane London EC1Y 0TG	
Investment Advisers	Sarasin & Partners Juxon House 100 St Paul's Churchyard London EC4M 8BU	

The Report of the Trustees

The Trustees present their report and the audited financial statements for the year ended 5 April 2025.

Legal and administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements, the Trust deed, and the Statement of Recommended Practice - Accounting and Reporting by Charities: SORP applicable to charities preparing their accounts in accordance with FRS 102.

Objects

The objects of the Trust as given in the Trust Deed are:

- i) to or for the advancement of the Christian religion and the promotion for charitable purposes only of any Christian body or organisation;
- ii) to or for the advancement of Christian education and learning;
- iii) to or towards or for the benefit of such one or more charitable purposes or charitable institutions as shall be supported, undertaken or effected by any Christian body or organisation at such time or times in such manner and in such proportions as the Trustees may from time to time at their discretion determine.

Achievements and Performance

During the period the Trustees considered proposals under the following categories:

Christian Education
Christian Evangelism and Relief Work Overseas
Christian Media
Evangelism and Christian Mission in the UK

Proposals are generally invited by the Trustees or initiated at their request. Trustees do not normally make grants towards building or repair work for churches and grants are not normally made to individuals.

There have been no significant changes in the grant making policies of the Trust over the period under review. Trustees will regularly consider support for Resource Churches.

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 which follows in this annual report, about the Trust's aims, activities and achievements in the many areas of interest that the Trust supports demonstrates the benefit to its beneficiaries, and through them to the Public, that arise from those activities.

Review of the Past Period

The Trustees met four times during the year to make grants and a further twice to review investment activity.

The asset value of the Trust decreased by 5% from £114.4 million at 5 April 2024 to £108.4 million at 5 April 2025. The net unrestricted income of the Trust for the year after charging grant related support costs was £2.0 million compared to £2.8 million for the year to 5 April 2024.

Trustees have decided that the best way of benchmarking the expenses incurred in running the charity is to measure these costs relative to its day to day activity of grant-making, as income alone is an unsuitable benchmark for charitable activity. On that basis, grant related support costs represented 11.9% (2024: 7.7%) of the value of grants paid, which totalled £4.5 million (2024: £4.8 million)

Reserves Policy and Going Concern

It is the policy of the Trustees to approve grants for payment over a period of years, subject to certain conditions over the life of the grant. Those expected to be paid within twelve months of the year end are accrued in the accounts, whilst those due to be paid later than this are not accrued. These are referred to in note 4 to the accounts and amount to £1.9 million (2024: £2 million). They represent funds earmarked for continued support to certain existing beneficiaries, although formal commitments have not yet been made.

Cash flow projections for income and expenditure are regularly reviewed to ensure that the level of available resources is adequate and that the Trust is in a position to meet all its commitments.

The Trustees consider that when possible, it is appropriate to hold free funds, both to meet the short-term working capital needs of the Trust and in anticipation of the potential payment of subsequent grant instalments. In the event that the Trustees find themselves unable to meet current commitments from unrestricted reserves, they would be willing to draw on the expendable endowment in order to meet those commitments as they see fit.

As at 5 April 2025, the Trust held total funds of £108.4 million (2024: £114.4 million), comprising of an expendable endowment fund of £108.3 million (2024: £114.2 million) and unrestricted reserves of £193K (2024: £210k).

Investment Powers

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.

Investment Policy and Performance

Trustees meet with their investment managers regularly to discuss investment strategy and also to seek to ensure that the Trust's income requirements are met, and that long term capital growth is in line with relevant indices. The Trustees normally hold investments for the long term and look principally to income for their grant making, supplemented by the use of capital where required.

The Trust's main portfolio generated a total return net of all costs of -0.9% (1 year to 5th April 2025). This was behind the composite benchmark return of +0.4% and the ARC Steady Growth Charity peer group index return of +2.7%.

As at 5 April 2025, J Sainsbury shares represented 5.3% of the Trust's net asset value.

The Trust received £2.4 million of income over the 12-month period. For the same period, £1.3 of capital was withdrawn.

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, adequate systems are in place to meet such potential risks as the Trustees have identified. The Trustees continue to be vigilant and to keep processes under review.

The Trustees identified the uncertainty of financial returns to constitute the charity's major financial risk. This is mitigated by having a diversified financial portfolio under the management of a major investment house. The Trustees regularly review investment strategy and monitor financial performance. They also operate a grant distribution formula which helps to ensure the stability of resources available for grant awards in any given year.

Another major risk is a misuse of funds by a grantee charity. To mitigate this risk the Trustees normally restrict grants to charities registered with the Charity Commission or equivalent bodies. The awards are made following a thorough assessment and grants are regularly monitored; multi-year grants are paid only on receipt of satisfactory progress reports.

Organisation

The Trust is one of the Sainsbury Family Charitable Trusts (SFCT), which share a common administration.

One Trustee may be nominated by the Bishop of Winchester. All Trustees are appointed by the Settlor. All Trustees are provided with relevant information relating to their responsibilities as Trustees.

Trustees are aware of the Charity Governance Code updated in 2020 which sets out the principles and recommended practice for good governance within the sector. The Charity has reviewed its governance arrangements against the principles within the code and believes that it is compliant with the code whilst maintaining its need to operate its governance efficiently.

The remuneration of the senior staff (including key management personnel) is reviewed by the Chairman on an annual basis taking into account the requirements of their role and performance during the year. From time to time the SFCT Management Committee benchmarks pay levels against the comparable positions in similar organisations.

The Trust and its Trustees are fully aware of the requirements and duties set out in the Charities (Protection and Social Investment) Act 2016. The Trust does not raise funds from the public and as such has no fundraising activities requiring disclosure under s162A of the Charities Act 2011.

The Trust does not undertake fundraising from the general public and does not use professional fundraisers or commercial participators.

The income of the Trust is not bound by any regulatory scheme, and the Trust does not consider it necessary to comply with any voluntary code of practice relating to fundraising. We have received no complaints in relation to any fundraising activities. As we do not approach individuals for the purpose of raising funds, we do not have specific requirements related to fundraising activities, nor do we consider it necessary to design specific procedures to monitor such activities.

The Trustees are responsible for the overall direction and supervision of the Jerusalem Trust; they set the Trust's strategy, review proposals and approve grants. The Trustees delegate day-to-day operations to the Trust's Lead Executive, Victoria McLachlan.

Grants Approved

The grants approved may be analysed by number and by value in the categories set out below:

	Grants Approved	Value £
Christian Education	11	£583,000
Christian Evangelism and Relief Work Overseas	22	£342,250
Christian Media	9	£850,500
Evangelism and Christian Mission in the UK	56	£2,568,500
	98	£4,344,250

CHRISTIAN EDUCATION - £583,000

Trustees' priority areas in this category are as follows:

- The development of Christian education and curriculum materials for schools in RE and other subjects;
- The support of RE as a subject, both curriculum development and support for RE teachers and teacher training;
- Adult and lay education.

Grants approved in this category were to:

24-7 Prayer - £60,000

Culham St Gabriel's Trust - Culham College Institute - £150,000

Festive - £45,000

London School of Theology - £50,000

RE Grants - £200,000

SU Scotland (SUS) - £10,000

Walk Through the Bible - £10,000

Wintershall Charitable Trust – 2 grants totalling £54,000

A further two smaller grants were awarded totalling: **£4,000**

CHRISTIAN EVANGELISM AND RELIEF WORK OVERSEAS - £342,250

Trustees' priority areas in this category are as follows:

- Christian relief and development work overseas;
- The support of persecuted Christians;
- Support for theological training colleges;
- Capacity building of local churches;
- The translation of Christian literature.

The Trust's geographical focus areas are Anglophone sub-Saharan Africa and Ethiopia, Jordan, Syria, Lebanon, Egypt, Iraq and Iran. The Trustees regularly review their geographical priority areas.

Grants approved in this category were to:

Anglican International Development - £20,000

Bible Society - £40,000

Christian Solidarity Worldwide - £45,000

Dignity - £10,000

Embrace the Middle East - £40,000

Open Doors with Brother Andrew - £80,000

Pioneers UK Ministries - £10,000

Release International - £9,000

Christian Evangelism and Relief Work Overseas emergency grants:

Innovista International - £5,000

Medecins Sans Frontieres - Doctors without Borders - £10,000

Tearfund - £50,000

A further 11 grants were awarded totalling: **£23,250**

CHRISTIAN MEDIA - £850,500

Trustees' priority areas in this category are as follows:

- The use of digital media and the internet for creative ways to promote Christianity;
- Media projects that promote Christianity in the UK, North Africa and the Middle East.

Grants approved in this category were to:

Christ Church Leamington - £14,000

Jerusalem Productions Ltd - £520,000

SAT 7 Trust Ltd – Oxford - £160,000

Speak Life - £80,000

Theos - £50,000

Wintershall Charitable Trust - £20,000

A further 3 grants were awarded totalling: **£6,500**

EVANGELISM AND CHRISTIAN MISSION IN THE UK - £2,568,500

The trustees' priority areas in this category are as follows:

- Support for Resource Churches;
- Christian projects that work with children and young people, in particular those working with children who have little or no contact with the church;
- Support for youth work and projects with young adults;
- Evangelistic projects, especially new and emerging evangelists;
- Work with prisoners, ex-prisoners and their families.

Grants approved in this category were to:

Alpha International - £60,000
Ambassadors Football - £30,000
Bible Reading Fellowship - £150,000
Christians in Sport - £90,000
Eastbourne Foodbank - £10,000
Eternal Wall of Answered Prayer - £1,000,000
Evangelical Council for the Manchester Area Trust - £25,000
Faith in Later Life - £10,000
Hope 08 - £20,000
Liberty Choir - £10,000
London City Mission - £40,000
London Institute for Contemporary Christianity - £40,000
Orchards - £10,000
Prison Advice & Care Trust (Pact) – 2 grants totalling £135,000
Safe Families for Children - £150,000
St John's Southend - £120,000
St Michael's Church, Wimbledon - £120,000
The Welcome Directory - £30,000
There is Hope - £10,000
Transforming Lives for Good - £240,000
Wycliffe Bible Translators - £50,000
Yeldall Christian Centres - £10,000
Youthscape - £150,000

A further 32 grants were awarded totalling **£58,500**

GRANTS CANCELLED

One grant totalling £2,000 was cancelled during the period.

Future Plans

The Trust will continue to support the activities set out on page 2 by the award of grants. Trustees will continue support for long-standing grantees within the current challenging fundraising landscape.

Statement of Trustees' Responsibilities

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 charity's financial activities during the period and of its financial position at the end of the period. In preparing financial statements giving a true and fair view, the trustees should follow best practice and:

- Select suitable accounting policies and then apply them consistently
- Observe the methods and principles in the Charities SORP
- Make judgements and estimates that are reasonable and prudent
- State whether applicable UK Accounting Standards and statements of recommended practice 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 in operation

The trustees are responsible for keeping proper accounting records that 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.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the Board of Trustees on 2 October 2025 and signed on their behalf by

Lady Susan Sainsbury

TRUSTEE

Independent Auditor's Report to the Trustees of Jerusalem Trust

Opinion

We have audited the financial statements of the Jerusalem Trust (the 'charity') for the year ended 5 April 2025 which comprise the statement of financial activities, balance sheet, statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- Give a true and fair view of the state of the charity's affairs as at 5 April 2025 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
- Have been prepared in accordance with the requirements of the Charities Act 2011

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Jerusalem Trust's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other Information

The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- The information given in the trustees' annual report is inconsistent in any material respect with the financial statements;
- 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

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities set out in the trustees' annual report, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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 objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud are set out below.

Capability of the audit in detecting irregularities

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- We enquired of management and the board of trustees, which included obtaining and reviewing supporting documentation, concerning the charity's policies and procedures relating to:
 - Identifying, evaluating, and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - Detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected, or alleged fraud;
 - The internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations.
- We inspected the minutes of meetings of those charged with governance.
- We obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on those laws and regulations that had a material effect on the financial statements or that had a fundamental effect on the operations of the charity from our professional and sector experience.
- We communicated applicable laws and regulations throughout the audit team and remained alert to any indications of non-compliance throughout the audit.
- We reviewed any reports made to regulators.
- We reviewed the financial statement disclosures and tested these to supporting documentation to assess compliance with applicable laws and regulations.
- We performed analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.

- In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments, assessed whether the judgements made in making accounting estimates are indicative of a potential bias and tested significant transactions that are unusual or those outside the normal course of business.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity's trustees as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. 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.

Date 15 October 2025

Sayer Vincent LLP, Statutory Auditor
110 Golden Lane, LONDON, EC1Y 0TG

Sayer Vincent LLP is eligible to act as auditor in terms of section 1212 of the Companies Act 2006

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2025**

	Notes	Unrestricted Funds £'000	Expendable Endowment £'000	Total Funds 2025 £'000	Total Funds 2024 £'000
Income					
Income from investments	2	2,432	-	2,432	3,209
Total income		2,432	-	2,432	3,209
Expenditure					
Cost of raising funds					
Investment management costs	3	-	482	482	460
Charitable activities					
Grant-making:					
Grant expenditure	4	4,507	-	4,507	4,803
Grant related support costs	5	442	-	442	375
Cost of grant-making		4,949	-	4,949	5,178
Total expenditure		4,949	482	5,431	5,638
Net expenditure before net gains/(losses) on investments		(2,517)	(482)	(2,999)	(2,429)
Exchange gains		-	866	866	177
Net gains on investments	8	-	(3,801)	(3,801)	8,067
Transfers between funds	11	2,500	(2,500)	-	-
Net movement in funds		(17)	(5,917)	(5,934)	5,815
Reconciliation of funds					
Total funds brought forward		210	114,168	114,378	108,563
Total funds carried forward		193	108,251	108,444	114,378

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above.

THE JERUSALEM TRUST

5 April 2025

BALANCE SHEET AS AT 5 APRIL 2025

	<i>Notes</i>	2025	2024
		£'000	£'000
FIXED ASSETS			
Tangible fixed assets	7	6	9
Investments	8	111,494	116,335
		<u>111,500</u>	<u>116,344</u>
CURRENT ASSETS			
Debtors	9	52	201
Cash at bank and in hand		<u>566</u>	<u>733</u>
		618	934
CURRENT LIABILITIES			
Creditors - amounts falling due within 1 year	10	<u>3,674</u>	<u>2,900</u>
NET CURRENT LIABILITIES		(3,056)	(1,966)
NET ASSETS		<u>108,444</u>	<u>114,378</u>
CAPITAL FUNDS			
Expendable endowment	11	108,251	114,168
INCOME FUNDS			
Unrestricted funds	11	193	210
		<u>108,444</u>	<u>114,378</u>

The financial statements were approved and authorised for issue by the Trustees on 2 October 2025 and were signed on their behalf by :

TRUSTEE

Lady Susan Sainsbury

STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED 5 APRIL 2025

	2025	2024
	£'000	£'000
Cash flows from operating activities		
Net cash (used in) operating activities	<u>(3,734)</u>	<u>(5,328)</u>
Cash flows from investing activities		
Dividends and interest	2,432	3,209
Purchase of investments	(47,672)	(44,347)
Sale of investments	56,593	38,446
Net cash generated by/(used in) investing activities	<u>11,353</u>	<u>(2,692)</u>
Change in cash and cash equivalents in the year	7,619	(8,020)
Cash and cash equivalents at the beginning of the year	<u>3,770</u>	<u>11,790</u>
Cash and cash equivalents at the end of the year	<u><u>11,389</u></u>	<u><u>3,770</u></u>

Reconciliation of net expenditure to net cash flow from operating activities	2025	2024
	£'000	£'000
Net movement in funds (as per the statement of financial activities)	(5,934)	5,815
Losses/(gains) on investments	3,801	(8,067)
Dividends and interest	(2,432)	(3,209)
(Decrease)/increase in forward exchange contracts	(95)	231
Depreciation charge	3	3
Decrease in debtors	150	28
Increase/(decrease) in creditors	773	(129)
Net cash (used in) operating activities	<u><u>(3,734)</u></u>	<u><u>(5,328)</u></u>

Analysis of the balance of cash as shown in the balance sheet

	2025	2024	Change in year
	£'000	£'000	£'000
Cash at bank and in hand	566	733	(167)
Cash balances held by investment manager for reinvestment	10,823	3,037	7,786
	<u><u>11,389</u></u>	<u><u>3,770</u></u>	<u><u>7,619</u></u>

NOTES TO THE FINANCIAL STATEMENTS

CHARITY INFORMATION

The charity is unincorporated and registered in England and Wales with the Charity Commission (registration number 285696).

The address of the registered office is:

The Peak
5 Wilton Road
London
SW1V 1AP

1. PRINCIPAL ACCOUNTING POLICIES

a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: 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) - (Charities SORP FRS 102), The Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

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'. This departure has involved following Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

In the view of the Trustees, there are no material uncertainties casting doubt on the going concern of the charity.

Having assessed the Trust's financial position and plans for the foreseeable future, the Trustees are satisfied that it remains appropriate to prepare the financial statements on the going concern basis.

The endowment assets of the Trust remain significant, and the Trust will continue to pay out to its beneficiaries in accordance with the Trust's objects.

b) Income

Income is shown gross, including the associated tax credit unless the tax so deducted is considered irrecoverable.

Dividends are included by reference to their due dates.

Interest is recorded when it has been received.

NOTES TO THE FINANCIAL STATEMENTS

1. PRINCIPAL ACCOUNTING POLICIES continued

c) Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Costs of generating funds represent amounts paid to the Trust's external investment advisors.

Charitable activities expenditure comprises grants and donations awarded by the Trustees in accordance with the criteria set out in the Trust Deed, together with grant related support costs.

Grants payable are made to third parties in furtherance of the charity's objects. Single or multi-year grants are accounted for when either the recipient has a reasonable expectation that they will receive a grant and the trustees have agreed to pay the grant without condition, or the recipient has a reasonable expectation that they will receive a grant and that any condition attaching to the grant is outside of the control of the charity.

The view of the trustees is that any instalments payable within 12 months of the reporting date are expected to be paid regardless of the status of attached conditions and so these are accrued. Any payments due in more than 12 months from the reporting date, where conditions exist that have not been met at the reporting date, are not accrued but are reported as an unaccrued future commitment.

Grants approved subject to conditions that have not been met at the year-end are noted as a commitment but not accrued as expenditure.

Grant related support costs represent staff, office and governance costs incurred in managing the grant award programme. They include a share of the staff and office costs of the joint offices of the Sainsbury Family Charitable Trusts, which are allocated in proportion to the time spent on Trust matters and grants paid.

Contributions to defined contribution pension plans are charged to the statement of financial activities in the period to which they relate.

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 and legal fees where relevant.

NOTES TO THE FINANCIAL STATEMENTS**1. PRINCIPAL ACCOUNTING POLICIES continued****d) Investments**

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. Any change in fair value will be recognised in the statement of financial activities. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading "Net (losses)/gains on investments" in the statement of financial activities.

e) Financial instruments

The Trust has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

f) Cash and cash equivalents

Cash and cash equivalents include cash at bank and in hand, cash held for reinvestment and short-term deposits.

g) Fixed assets

Fixed assets are depreciated at rates which reflect their useful life to the Trust. Leasehold improvements are depreciated over the outstanding life of the lease at the time the work was completed. The following rates have been used:

Items of equipment are capitalised where the purchase price exceeds £5,000. Depreciation costs are allocated to activities on the basis of the use of the related assets in those activities. Assets are reviewed for impairment if circumstances indicate their carrying value may exceed their net realisable value and value in use.

Major components are treated as a separate asset where they have significantly different patterns of consumption of economic benefits and are depreciated separately over its useful life.

NOTES TO THE FINANCIAL STATEMENTS

1. PRINCIPAL ACCOUNTING POLICIES

h) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

i) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

j) Pensions

Contributions to defined contribution plans are charged to the statement of financial activities in the period to which they relate.

k) Critical accounting judgements and key sources of estimation uncertainty

In the application of the charity's accounting policies, which are described in note 1, Trustees are required to make judgements, estimates and 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 ongoing 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 if the revision affects the current 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.

NOTES TO THE FINANCIAL STATEMENTS

2. INCOME FROM INVESTMENTS

Income received on investments may be analysed as follows:

	2025		2024	
	£'000	%	£'000	%
Fixed Interest	303	12	181	6
Equities	1,448	60	1,991	62
Property	158	7	229	7
Alternative investments	349	14	317	10
Multi Assets	17	1	57	2
	2,275	94	2,775	87
Interest	157	6	434	13
	2,432	100	3,209	100

3. COST OF RAISING FUNDS

These costs relate to the investment manager's fees. The Trustees are of the opinion that these relate to the generation of a total return on the investment portfolio and, as such, have charged the Expendable Endowment with these fees.

4. GRANTS EXPENDED

	2025		2024	
	£'000	£'000	£'000	£'000
Reconciliation of grants expended:				
Commitments at 6 April 2024		2,725		2,769
Grants not accrued at 6 April 2024	2,020		441	
Grants approved in the year	4,344		6,395	
Grants cancelled, refunded or amended	(2)		(13)	
Grants not accrued at 5 April 2025	(1,855)		(2,020)	
Grants payable for the year		4,507		4,803
Grants paid during the year		(3,733)		(4,847)
Commitments at 5 April 2025		<u>3,499</u>		<u>2,725</u>

Commitments at 5 April 2025 are payable as follows:

	2025	2024
	£'000	£'000
Within one year (note 10)	<u>3,499</u>	<u>2,725</u>

Contingent Liabilities

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 relating to the delivery of the grant-funded activities.

The total amount authorised but not accrued as expenditure at 5 April 2025 was £1,855,000 (2024: £2,020,000).

The Trustees are confident that these authorised amounts will be met from future income.

A list of grants payable is included in Appendix A.

NOTES TO THE FINANCIAL STATEMENTS

5. GRANT RELATED SUPPORT COSTS

	Grant-making	Governance	2025 Total	2024 Total
	£'000	£'000	£'000	£'000
Staff costs	312	6	318	270
Share of joint office costs	104	-	104	84
Direct costs including travel	5	-	5	5
Depreciation	3	-	3	3
	424	6	430	362
Legal and professional fees	-	-	-	1
Auditor's remuneration	-	12	12	12
	424	18	442	375

The auditor's remuneration excluding VAT is £10,100 (2024: £9,650 excluding VAT). During the year no Trustee received any remuneration or reimbursement of expenses (2024: NIL). Included in the support costs for 2025 are governance costs of £17,193 (2004: £14,301) which was comprised of staff costs of £5,793 (2004: £3,921) and auditor's remuneration of £12,120 (2004: £10,380).

6. ANALYSIS OF STAFF COSTS

	2025	2024
	£'000	£'000
Wages and salaries	259	219
Social security costs	30	26
Other pension costs	29	25
	318	270

As mentioned in the Report of the Trustees, the Trust is one of the Sainsbury Family Charitable Trusts which share a joint administration at the Registered Office. 2.6% (2023/24: 2.7%) of the total support and administration costs of these trusts have been allocated to the Jerusalem Trust, including a proportionate share of the costs of employing the total number of staff serving in the office in 2024/25.

The average number of staff employed during the year was 8, all on a part-time basis (2023/24: 8). This equates to 3 full-time employees (2023/24: 2.7)

Having regard to the small number of employees, the Trust considers its key management personnel to comprise of 3 part-time staff (2023/24: 3). The total employment benefits, including employer contributions to group personal pensions, of these key management personnel, were £169,349 (2023/24: £146,422). One employee earned between £60,000 - £70,000 during the year (2024: no employee earned more than £60,000).

No trustee received any remuneration for their services during the current or prior year.

NOTES TO THE FINANCIAL STATEMENTS

7. TANGIBLE FIXED ASSETS
Leasehold Improvements

	2025
	£'000
Cost	
At 6 April 2024	20
Disposals	-
At 5 April 2025	<u>20</u>
Depreciation	
At 6 April 2024	11
Charge for the year	3
Disposals	-
At 5 April 2025	<u>14</u>
Net Book Value	
Carried Forward	<u>6</u>
Brought Forward	<u>9</u>

NOTES TO THE FINANCIAL STATEMENTS

8. FIXED ASSET INVESTMENTS

	2025	2024
	£'000	£'000
Market value Brought Forward	113,393	99,425
Less: Disposals at proceeds	(56,593)	(38,446)
Add: Acquisitions at cost	47,672	44,347
Net (losses)/gains on investments	(3,801)	8,067
Market value Carried Forward	100,671	113,393
Forward exchange contracts	0	(95)
Investment cash	10,823	3,037
Total investments	111,494	116,335

The investments held were as follows:

	2025		2024	
	Cost	Market Value	Cost	Market Value
	£'000	£'000	£'000	£'000
Fixed Income	6,346	5,720	11,486	9,792
Equities	69,767	71,239	68,889	81,546
Property	4,054	3,696	4,054	3,649
Alternative Investments	13,417	14,095	17,581	11,394
Other	5,888	5,921	1,640	7,011
	99,472	100,671	103,650	113,393

Investments include the following holding at market value:

U.K. Equities - J Sainsbury PLC - £5,766,018 (2024; £6,452,101).

As part of the overall management of funds, the investment managers have entered into commitments to sell EUR 5,563,262; JPY 98,054,000; CHF 1,860,000; and USD 25,316,827 and buy USD 1,370,000 under forward rate contracts as at 5 April 2025. (2024: to sell a total of EUR 5,976,151; JPY 98,054,000; CHF 660,000; NOK 22,840,000 and USD 25,181,201).

All contracts matured on 12 June 2024 and are included within investments as forward exchange contracts.

9. DEBTORS

	2025	2024
	£'000	£'000
Accrued income	45	199
Income tax recoverable	4	3
Prepayments	3	-
	52	201

NOTES TO THE FINANCIAL STATEMENTS

10. CREDITORS - amounts falling due within one year

	2025	2024
	£'000	£'000
Grants payable within one year	3,499	2,725
Professional charges	8	8
Other creditors	167	167
	3,674	2,900

11. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds	Expendable Endowment	Totals 2025
	£'000	£'000	£'000
Fund balances at 5 April 2025 are represented by:			
Tangible fixed assets	-	6	6
Investments	-	111,494	111,494
Current assets	3,737	(3,126)	611
Current liabilities	(3,544)	(123)	(3,667)
Total net assets	193	108,251	108,444

Movement in the year

Opening balance as at 5 April 2024	210	114,168	114,378
Total income and endowments	2,432	-	2,432
Cost of raising funds	-	(482)	(482)
Cost of grant-making	(4,949)	-	(4,949)
Net gains on investments	-	(3,801)	(3,801)
Currency exchange gains	-	866	866
Transfers between funds	2,500	(2,500)	-
Closing balance as at 5 April 2025	193	108,251	108,444

Comparative

	Unrestricted Funds	Expendable Endowment	Totals 2024
	£'000	£'000	£'000
Fund balances at 5 April 2024 are represented by:			
Tangible fixed assets	-	9	9
Investments	-	116,335	116,335
Current assets	2,992	(2,058)	934
Current liabilities	(2,782)	(118)	(2,900)
Total net assets	210	114,168	114,378

Movement in the year

Opening balance as at 5 April 2023	179	108,384	108,563
Total income and endowments	3,209	-	3,209
Cost of raising funds	-	(460)	(460)
Cost of grant-making	(5,178)	-	(5,178)
Net gains on investments	-	8,067	8,067
Currency exchange (losses)	-	177	177
Transfers between funds	2,000	(2,000)	-
Closing balance as at 5 April 2024	210	114,168	114,378

NOTES TO THE FINANCIAL STATEMENTS

12. RELATED PARTY TRANSACTIONS

Two Trustees of the Jerusalem Trust, Lady Susan Sainsbury and Mr. Mark Browning, are also Directors of Jerusalem Productions Limited. The Settlor and one Trustee of Jerusalem Trust hold one share each in Jerusalem Productions Limited, a company incorporated and registered in England (no. 02461543). The Trustees hold the shares of JPL in trust for the Trustees for its charitable purposes.

At the year end, an amount of £350,000 (2024: £350,000) was payable to Jerusalem Productions Limited. Grants totalling £520,000 (2024: £1,934,500) were awarded by the Jerusalem Trust to Jerusalem Productions Ltd during the year. There are no donations from related parties which are outside the normal course of business.

**13. COMPARATIVE STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2024**

	Unrestricted Funds	Expendable Endowment	2024
	£'000	£'000	£'000
Income			
Income from investments	3,209	-	3,209
Total income	3,209	-	3,209
Expenditure			
<i>Cost of raising funds</i>			
Investment management costs	-	460	460
<i>Charitable activities</i>			
Grant-making:			
Grant expenditure	4,803	-	4,803
Grant related support costs	375	-	375
Cost of grant-making	5,178	-	5,178
Total expenditure	5,178	460	5,638
Net expenditure before net losses on investments	(1,969)	(460)	(2,429)
Exchange losses	-	177	177
Net losses on investments	-	8,067	8,067
Transfers between funds	2,000	(2,000)	-
Net movement in funds	31	5,784	5,815
Reconciliation of funds			
Total funds brought forward	179	108,384	108,563
Total funds carried forward	210	114,168	114,378

NOTES TO THE FINANCIAL STATEMENTS

Appendix A

The amount payable in the year ended 5 April 2025 consisted of the following:

Christian Education

24-7 Prayer	40,000
Culham St Gabriel's Trust - Culham College Institute	100,000
Festive	30,000
London School of Theology	50,000
RE Grants	200,000
Wintershall Charitable Trust	54,000
Net grants payable/cancelled up to £20,000	24,000

Christian Evangelism & Relief

Bible Society	40,000
Catholic Agency for Overseas Development (CAFOD)	25,000
Christian Solidarity Worldwide	45,000
Embrace the Middle East	40,000
Five Talents	25,000
Open Doors with Brother Andrew	80,000
Tearfund	50,000
Net grants payable/cancelled up to £20,000	87,250

Christian Media

Jerusalem Productions Ltd	870,000
SAT 7 Trust Ltd - Oxford	80,000
Speak Life	80,000
Theos	50,000
Net grants payable/cancelled up to £20,000	40,500

Evangelism & Christian Mission

Alpha International	60,000
Bible Reading Fellowship	100,000
Christians in Sport	62,000
Church Revitalisation Trust	250,000
Eternal Wall of Answered Prayer	500,000
Hope Into Action	50,000
Prison Advice & Care Trust (Pact)	95,000
Safe Families for Children	100,000
St John's Southend	120,000
St Mary's Andover	60,000
St Michael's Church, Wimbledon	120,000
St Werburgh's Derby	60,000
Tearfund	200,000
Transforming Lives for Good	160,000
Wycliffe Bible Translators	50,000
Youthscape	100,000
Net grants payable/cancelled up to £50,000	409,500

Total grants payable per Statement of Financial Activities

4,507,250

NOTES TO THE FINANCIAL STATEMENTS**Appendix A continued**

The amount payable in the year ended 5 April 2024 consisted of the following:

Christian Education

Bible Society	60,000
Christian Education Movement	50,000
RE Grants	150,000
Net grants payable/cancelled up to £20,000	12,000

Christian Evangelism & Relief

Catholic Agency for Overseas Development (CAFOD)	25,000
Christian Solidarity Worldwide	50,000
Five Talents	25,000
Flame International	60,000
Middle East Media	35,000
Mosaic Middle East (Foundation for Reconciliation in the Middle East)	21,000
One for Israel	70,000
Open Doors with Brother Andrew	100,000
Wycliffe Bible Translators	20,350
Net grants payable/cancelled up to £20,000	69,650

Christian Media

Centre for Cultural Witness	24,000
Jerusalem Productions Ltd	1,234,500
Passion Trust	40,000
Premier Christian Media Trust	100,000
SAT 7 Trust Ltd - Oxford	60,000
Net grants payable/cancelled up to £20,000	44,000

Evangelism & Christian Mission in the UK

A ROCHA UK	60,000
Beyond the Streets	60,000
Bible Reading Fellowship	52,000
Bringing Hope	50,000
Church Revitalisation Trust	500,000
Harbour Church Portsmouth	120,000
Home for Good	254,000
Hope Into Action	126,000
Luis Palau Evangelistic Association - Europe	114,000
Nehemiah Project - London	52,000
St Mary's Andover	72,000
St Werburgh's Derby	60,000
Tearfund	200,000
Urban Expression	89,000
Net grants payable/cancelled up to £50,000	698,968

Christian Art

Zurbaran Trust	40,000
Net grants payable/cancelled up to £15,000	4,400

Total grants payable per Statement of Financial Activities	4,802,868
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