

**THE ALAN AND BABETTE
SAINSBURY CHARITABLE FUND**

ANNUAL REPORT

5 APRIL 2021

**THE PEAK
5 WILTON ROAD
LONDON SW1V 1AP**

<p>THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND 5 April 2021</p>
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REPORT OF THE TRUSTEES

Legal and Administrative

The Alan and Babette Sainsbury Charitable Fund (No. 292930) was established under a Trust Deed dated 14 July 1953.

Trustees

Ms Lindsey Anderson
Mr Julian Sainsbury
Miss Judith Portrait OBE
Ms Jessica Sainsbury

Registered Office

The Peak
5 Wilton Road
London SW1V 1AP

Principal Officers

Mrs Karen Everett
Ms Thrisa Haldar

Chief Operating Officer
Executive

All the Principal Officers are employed on a part-time basis.

Bankers

Child & Co
1 Fleet Street
London EC4Y 1BD

Solicitors

Portrait Solicitors
21 Whitefriars Street
London EC4M 7JW

Auditors

Saffery Champness LLP
71 Queen Victoria Street
London EC4V 4BE

Investment Advisers

Schroder & Co Limited
102 Moorgate
London EC2R 6DA

THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND

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REPORT OF THE TRUSTEES (continued)

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.

Objects

The objects of the Trust as given in the Trust Deed are for general charitable purposes.

Organisation

The Trust's Settlor, Lord Sainsbury of Drury Lane died in 1998, after which his son Simon Sainsbury guided the Trustees' decisions until his own death in September 2006. Simon's brother Sir Timothy succeeded him as Chairman until his retirement in November 2019. Ms. Lindsey Anderson, Lord Sainsbury's granddaughter has taken up the role of Chair and together with the Trustee board seeks to ensure the Fund remains proactive and responsive to issues faced by marginalised groups, in keeping with the Settlor's vision.

The Trustees are aware of the Charity Governance Code 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 apply the principles of the code whilst maintaining its need to operate its governance efficiently. The Charity supports an evidence based and joined up approach to grant-making and to this end now openly publishes all its grant-making using the 360Giving Data Standard, for use by other donors and potential grantees.

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

The remuneration of the senior staff (including key management personnel) is reviewed by the Trustees 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 comparable positions in similar organisations.

Trustees are appointed by the existing Trustees and are provided with relevant information and induction into their responsibilities as Trustees.

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 Section 162A of the Charities Act 2011.

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REPORT OF THE TRUSTEES (continued)

Policies

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

- Civil Liberties and Community Relations
- Jewish and Israeli Causes
- Overseas
- Scientific and Medical Research
- Youth Work
- General

The Trustees concentrate their resources on a small number of categories which build on themes from the Trust's earlier grant-making. Proposals are likely to be invited by the Trustees or initiated at their request. Unsolicited applications are unlikely to be successful. Grants are not made to individuals.

Reserves Policy

It is the Trustees' policy 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 grants due to be paid after this date are not accrued. The latter are referred to in note 4 to the accounts and amount to £nil (2020: £22,000). They represent funds earmarked for continued support to certain existing grantee-partners where formal commitments have been made but the conditions had not yet been met at the balance sheet date.

Cash flow projections for income and expenditure are regularly reviewed to ensure that the level of available reserves 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 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 unlikely event that the Trustees find themselves unable to meet current commitments from the future income, they would be willing to draw on expendable endowment in order to meet those commitments, as they see fit. As at 5 April 2021, the Trust held total funds of £17,350,038 (2020: £13,856,211) including expendable endowment funds of £17,162,884 (2020: £13,856,211).

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, such as maintaining and reviewing an operational risk register on a quarterly basis. The Trustees continue to be vigilant and to keep processes under review.

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REPORT OF THE TRUSTEES (continued)

The Trustees identified the uncertainty of financial returns to constitute the Trust'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 the investments 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.

Trustees review risk on each application for funding, including the financial health and governance of applicant organisations. Trustees are increasingly committed to supporting groups that are overlooked by donors, which may include unregistered charities. Trustees ensure that appropriate due diligence checks are carried out by the Executive team before releasing funds. Risk mitigation approaches may include funding an intermediary charity to hold funds on behalf of an unregistered group.

Investment Policy

Trustees meet with their investment managers twice a year 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.

Charities and Public Benefit

Trustees are aware of the Charity Commission guidance on Charity and 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 Year

During the year the asset value of the Trust increased from £13,856,211 at 5 April 2020 to £17,350,038 at 5 April 2021, an increase of 25%. The net unrestricted income of the Trust for the year after charging support costs was £378,154, a decrease of £104,208 on the previous year's figure of £482,362.

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 Covid-19 pandemic has not had a significant impact on the Charity's finances. The recovery of the market in the period to 5th April 2021 contributed to an increase of 24% in the value of the investment portfolio for the year. Valuations have improved since 5th April 2021.

The Trustees met twice during the year to make grants.

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REPORT OF THE TRUSTEES (continued)

Future Plans

The Trust supports activities and organisations that align with the Settlor's vision and wishes. The new Chair, in conjunction with the board, is reviewing the portfolio of grantee-partners to ensure awards continue to be relevant and to make an impact, particularly in the wake of inequalities exposed by Covid-19 and the climate crisis.

Grants Approved

Grants approved during the year may be analysed by number and by value in the categories set out below:

	Grants Approved	£
Civil Liberties & Community Relations	4	78,000
General	3	33,000
Jewish & Israeli Causes	2	20,000
Overseas	1	27,500
Youth Work (including art & education)	1	32,500
Grand Total	11	191,000

CIVIL LIBERTIES AND COMMUNITY RELATIONS – £78,000

The Trustees support projects which promote and protect civil liberties and community relations. This may include support for minority communities or those seeking refuge in the UK, as well as organisations working to promote the importance of human rights, free speech and tolerance. Trustees favour organisations that work with individuals and communities at the grassroots rather than those carrying out national or international campaigns. Increasingly, Trustees seek to support organisations led by those with lived experience of the issues they are addressing.

Grants approved in this category were as follows:

Baobab Centre for Young Survivors in Exile - £20,000

Towards core costs.

Refugee and Migrant Centre (RMC) - £33,000

Flexible funding to support the organisation to meet additional needs of migrants at risk of destitution.

Refugees for Justice - £5,000 To support Refugees for Justice (hosted by Community Info Source) to gather evidence for its case for an independent enquiry into the management of accommodation for refugees and asylum seekers in Glasgow.

Room to Heal - £20,000

Towards core costs.

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REPORT OF THE TRUSTEES (continued)

JEWISH AND ISRAELI CAUSES - £20,000

Council for Christians and Jews - £10,000

Towards core costs.

Wiener Holocaust Library - £ 10,000

Towards core costs to mitigate shortfall in income due to Covid-19 crisis.

OVERSEAS – £27,500

Trustees' priorities in this category are: support for education and young people's employment, projects which promote freedom of speech or advance peace and reconciliation. Priority is given to low to middle income countries. Grants approved in this category were as follows:

Ashden Sustainable Solutions - £27,500

Towards Ashden's 2021 and 2022 Humanitarian Awards.

YOUTH WORK – £32,500

The Trustees support projects which help disadvantaged young people in Southwark to achieve their potential. The grant approved in this category was:

Young Futures - £32,500

Towards core costs to support young care leavers in bespoke accommodation and holistic support in Lambeth and Southwark.

<p>THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND 5 April 2021</p>
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REPORT OF THE TRUSTEES (continued)

GENERAL – £33,000

Three grants were approved outside of the main categories. Trustees made these grants as they believe that the activities of these organisations are of distinct benefit. Grants approved in this category were as follows:

Ashden Sustainable Solutions - £3,000

Towards core funding.

The Sainsbury Archive - £10,000

Towards core costs.

United St Saviours - £20,000

Towards Covid emergency funding to reach unregistered groups including tenancy associations and migrant groups to access food and emergency supplies during the UK's 2nd national lockdown.

RESPONSE TO COVID-19

In addition to the usual grant-making, Trustees responded to the Covid-19 crisis in the following ways:

Contacting all current grantees with reassurance that The Alan and Babette Sainsbury Charitable Fund would be flexible around outputs, reporting and release of payments. Several grants were also unrestricted to support organisations to mitigate lost income.

The Trust Executive was released for 2 days per week for the first quarter of the year to support the London Community Response Fund in assessing Covid-19 emergency grants.

THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND

5 April 2021

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

The law applicable to charities in England & 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 (FRS102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; 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 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, applicable accounting regulations and the provisions of the trust deed. 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 charity 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 23rd November 2021 and signed on their behalf by

Ms Lindsey Anderson, Trustee



THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND

5 April 2021

Independent Auditors' Report to the Trustees of The Alan and Babette Sainsbury Charitable Fund

Opinion

We have audited the financial statements of The Alan and Babette Sainsbury Charitable Fund for the year ended 5 April 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement 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 Financial Reporting Standard 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 2021 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

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 charity'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 trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. 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.

THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND

5 April 2021

Independent Auditors' Report to the Trustees of The Alan and Babette Sainsbury Charitable Fund (continued)

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 require 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; or
- the charity has not kept sufficient accounting records; 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 on page 9, 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.

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditors under the Charities Act 2011 and report in accordance with regulations made under 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 auditors' 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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud are detailed below.

THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND

5 April 2021

Independent Auditors' Report to the Trustees of The Alan and Babette Sainsbury Charitable Fund (continued)

Identifying and assessing risks related to irregularities:

We assessed the susceptibility of the charity's financial statements to material misstatement and how fraud might occur, including through discussions with informed management, discussions within our audit team planning meeting, updating our record of internal controls and ensuring these controls operated as intended. We evaluated possible incentives and opportunities for fraudulent manipulation of the financial statements. We identified laws and regulations that are of significance in the context of the charity by discussions with informed management and updating our understanding of the sector in which the charity operates.

Laws and regulations of direct significance in the context of the charity include the Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008 and guidance issued by the Charity Commission for England and Wales.

Audit response to risks identified:

We considered the extent of compliance with these laws and regulations as part of our audit procedures on the related financial statement items including a review of financial statement disclosures. We reviewed the charity's records of breaches of laws and regulations, minutes of meetings and correspondence with relevant authorities to identify potential material misstatements arising. We discussed the charity's policies and procedures for compliance with laws and regulations with members of management responsible for compliance.

During the planning meeting with the audit team, the engagement partner drew attention to the key areas which might involve non-compliance with laws and regulations or fraud. We enquired of management whether they were aware of any instances of non-compliance with laws and regulations or knowledge of any actual, suspected or alleged fraud. We addressed the risk of fraud through management override of controls by testing the appropriateness of journal entries and identifying any significant transactions that were unusual or outside the normal course of business. We assessed whether judgements made in making accounting estimates gave rise to a possible indication of management bias. At the completion stage of the audit, the engagement partner's review included ensuring that the team had approached their work with appropriate professional scepticism and thus the capacity to identify non-compliance with laws and regulations and fraud.

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

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.

THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND

5 April 2021

Independent Auditors' Report to the Trustees of The Alan and Babette Sainsbury Charitable Fund
(continued)

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the 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 trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Saffery Champness LLP

Saffery Champness LLP

Chartered Accountants

Statutory Auditors

71 Queen Victoria Street

London

EC4V 4BE

Date: *20 December 2021*

Saffery Champness LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND
5 April 2021

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2021

	<i>Notes</i>	Unrestricted Funds	Expendable Endowment	Total Funds 2021	2020
		£	£	£	£
Income from:					
Investments	3	464,079	-	464,079	575,666
Bank deposit interest and other income		63	-	63	1,326
Total Income		464,142	-	464,142	576,992
Expenditure on:					
Raising funds:					
Investment management fees		-	53,597	53,597	56,350
Charitable activity:					
Grant-making:					
Grant expenditure	4	191,000	-	191,000	518,426
Grant related support costs	5	85,988	-	85,988	94,630
Total Expenditure		276,988	53,597	330,585	669,406
Net Operating Surplus/(Deficit)		187,154	(53,597)	133,557	(92,414)
Net gains/(losses) on investment assets:		-	3,360,270	3,360,270	(2,857,155)
Transfers between funds	11	-	-	-	-
Net movement in funds		187,154	3,306,673	3,493,827	(2,949,569)
Reconciliation of funds:					
Total funds brought forward		-	13,856,211	13,856,211	16,805,780
Total funds carried forward		187,154	17,162,884	17,350,038	13,856,211

The notes on pages 17 to 24 form part of these accounts.

THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND
5 April 2021

BALANCE SHEET
AS AT 5 APRIL 2021

	<i>Notes</i>	2021	2020
		£	£
FIXED ASSETS			
Tangible fixed assets	7	4,440	1,820
Investments	8	17,299,614	13,991,066
		<u>17,304,054</u>	<u>13,992,886</u>
CURRENT ASSETS			
Debtors	9	50,467	45,464
Cash at bank and in hand		183,408	144,042
		<u>233,875</u>	<u>189,506</u>
CURRENT LIABILITIES			
Creditors - amounts falling due within 1 year	10	(187,891)	(326,181)
NET CURRENT ASSETS/(LIABILITIES)		45,984	(136,675)
NET ASSETS		<u>17,350,038</u>	<u>13,856,211</u>
CAPITAL FUNDS			
Expendable endowment	11	17,162,884	13,856,211
INCOME FUNDS			
Unrestricted funds	11	187,154	-
		<u>17,350,038</u>	<u>13,856,211</u>

The financial statements were approved and authorised for issue by the Trustees on 23rd November 2021 and were signed on their behalf by:



Ms Lindsey Anderson

TRUSTEE

The notes on pages 17 to 24 form part of these accounts.

THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND
5 April 2021

CASH FLOW STATEMENT
FOR THE YEAR ENDED 5 APRIL 2021

RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021	<i>Restated</i> 2020
	£	£
Net cash used in operating activities	(467,891)	(668,376)
Cash flows from investing activities:		
Addition of Fixed Assets	(4,118)	-
Dividends and interest from investments	459,653	575,666
Purchase of investments	(1,401,508)	(1,859,432)
Proceeds from Sale of investments	1,163,690	2,415,412
Net cash provided by (used in) investing activities	217,717	1,131,646
Change in cash and cash equivalents	(250,174)	463,270
Cash and cash equivalents brought forward	671,931	208,661
Cash and cash equivalent carried forward	421,757	671,931
Reconciliation of net cash used in operating activities		
	2021	2020
	£	£
Net movement in funds as per Statement of Financial Activities	3,493,827	(2,949,569)
Dividends and interest from investments	(459,653)	(575,666)
(Gains)/Losses on investments	(3,360,270)	2,857,155
Depreciation charges	1,498	910
(Increase)/ Decrease in Debtors	(5,003)	16,865
Decrease in Creditors	(138,290)	(18,071)
	(467,891)	(668,376)

The cash flow statement for the year ended 5 April 2020 has been restated to correct an arithmetical error in the figures as previously stated.

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

	2021	2020	<i>Change in year</i>
	£	£	£
Cash at bank and in hand	183,408	144,042	39,366
Cash balances held by investment manager for reinvestment	238,349	527,889	(289,540)
	421,757	671,931	(250,174)

The notes on pages 17 to 24 form part of these accounts.

THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND

5 April 2021

NOTES TO THE ACCOUNTS

1. CHARITABLE STATUS

The Alan and Babette Sainsbury Charitable Fund is an unincorporated charity (Charity registration number 292930), registered in England and Wales. The address of the registered office is 5 Wilton Road, London, SW1V 1AP.

2. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the Charities SORP (FRS102) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland and the Charities Act 2011 and UK Generally Accepted Practice.

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.

The Trust constitutes a public benefit entity as defined by FRS 102.

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 Charity's principal source of income is investment income and it is likely to be lower going forward. Nevertheless the endowment assets of the Trust remain significant, and these will continue to return income which the Trust will continue to pay out to its beneficiaries in accordance with the Trust's objects of the Trust Deed. In the opinion of the Trustees, there are no material uncertainties casting doubt on the going concern of the charity.

a) Income Recognition

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

b) Expenditure on Charitable activities

The Trustees consider that grant-making is the Trust's sole charitable activity. Grants for which there is a legal obligation, or a valid expectation of receipt by the beneficiary at the year end, and for which conditions attaching to their payment have been fulfilled, are accounted for within the Statement of Financial Activities. Grants approved subject to conditions that have not been met at the year end are noted as a commitment (see note 4).

c) Investments

Net realised and unrealised gains and losses are reflected in the Statement of Financial Activities. Investments are shown at mid market value. Disposals are accounted for at proceed value. Social Impact Investments are carried at cost less any necessary provision for impairment.

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NOTES TO THE ACCOUNTS

2. ACCOUNTING POLICIES (continued)

d) Cost of administration

These costs 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.

e) Governance costs

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

f) Depreciation

Fixed assets are depreciated at rates which reflect their useful life to the Trust. Leasehold improvements are depreciated over the life of the lease.

g) 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 amortised cost using the effective interest method. Financial assets held at amortised cost comprise cash at bank and in hand, together with accrued interest and other debtors. Financial liabilities held at amortised cost comprise grants payable and accruals.

Investments, including bonds held as part of an investment portfolio, are held at fair value at the balance sheet date, with gains and losses being recognised within income and expenditure.

At the balance sheet date the charity held financial assets at fair value of £17,061,265 (2020: £13,463,177).

h) Cash and cash equivalents

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

i) Critical accounting judgements and key sources of estimation uncertainty

In the application of the charity's accounting policies, which are described above, 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.

THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND

5 April 2021

NOTES TO THE ACCOUNTS

3. INVESTMENT INCOME

Income received on Investments may be analysed as follows:

	2021		2020	
	£	%	£	%
Fixed Interest	35,508	8%	69,670	13%
UK equities	170,052	37%	248,570	43%
Overseas equities	121,446	26%	133,309	23%
Alternatives	137,073	29%	124,117	22%
	<u>464,079</u>	<u>100%</u>	<u>575,666</u>	<u>100%</u>

4. GRANTS PAYABLE

	2021		2020	
	£	£	£	£
Reconciliation of grants payable:				
Commitments at 6 April 2021		292,500		292,326
Grants not accrued at 6 April 2020	22,000		83,000	
Grants approved in the year	191,000		457,426	
Grants cancelled or refunded	(22,000)		-	
Grants not accrued at 5 April 2021	-		(22,000)	
Grants payable for the period		<u>191,000</u>		<u>518,426</u>
Grants paid during the period		(336,000)		(518,252)
Commitments at 5 April 2021		<u>147,500</u>		<u>292,500</u>

Commitments at 5 April 2021 are payable as follows:

	2021	2020
	£	£
Within one year (note 10)	<u>147,500</u>	<u>292,500</u>

Commitments

In addition to the amounts committed and accrued noted above, the Trustees have also authorised certain grants which are subject to the recipient fulfilling certain conditions. The total amount authorised but not accrued as expenditure at 5 April 2021 was £nil (2020: £22,000).

<p style="text-align: center;">THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND</p> <p style="text-align: center;">5 April 2021</p>

NOTES TO THE ACCOUNTS

4. GRANTS PAYABLE (continued)

The amount payable in the period consisted of the following:

	£
Civil Liberties and Community Relations	
Baobab Centre for Young Survivors in Exile	20,000
Freedom from Torture (grant cancelled)	(22,000)
Refugee and Migrant Centre (RMC)	33,000
Refugees for Justice	5,000
Room to Heal	20,000
Overseas	
Ashden Sustainable solutions, better lives	27,500
Youth Work	
Dream Believe Achieve (DBA)	2,500
Salmon Youth Centre	18,000
Young Futures	32,500
Jewish and Israeli Causes	
Council of Christians & Jews	10,000
Wiener Holocaust Library	10,000
General	
Ashden Sustainable solutions, better lives	3,000
Phoenix Arch School - formerly Vernon House School	1,500
The Sainsbury Archive	10,000
United St. Saviours	20,000
Total grants payable per Statement of Financial Activities	191,000

THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND
5 April 2021

NOTES TO THE ACCOUNTS

5. ALLOCATION OF SUPPORT COSTS

	2021 Grant- Making	2021 Governance	2021 Total Allocated	2020 Grant- Making	2020 Governance	2020 Total Allocated
	£	£	£	£	£	£
Staff costs	57,468	2,878	60,346	53,976	2,748	56,724
Share of joint office costs	12,926	-	12,926	16,292	-	16,292
Direct costs including travel	2,506	-	2,506	2,330	-	2,330
Legal and professional fees	2,898	-	2,898	14,558	-	14,558
Depreciation	1,498	-	1,498	910	-	910
Auditors' remuneration	-	5,814	5,814	-	3,816	3,816
	77,296	8,692	85,988	88,066	6,564	94,630

During the year no Trustee received any remuneration or expenses for their services as trustees (2020: £nil). Included in legal and professional fees is £nil incurred for the Novarca review of investment management charges (2020: £9,182).

6. ANALYSIS OF STAFF COSTS

	2021	2020
	£	£
Salaries and wages	49,407	46,162
Social security costs	5,494	5,012
Other pension costs	5,445	5,550
	60,346	56,724

As mentioned in Note 2(d), the Trust is one of the Sainsbury Family Charitable Trusts, which share a joint administration at the Registered Office. 0.8% (2020: 0.8%) of the total support and administration costs of these trusts have been allocated to The Alan and Babette Sainsbury Charitable Fund, including a proportionate share of the cost of employing the total number of staff serving in the office in 2020/21.

The actual number of staff employed during the period was 9; all on a part-time basis (2020: 10). This was equivalent to 1 full time employee (2020: 1). The Trust considers its key management personnel to comprise the Principal Officers. The total employment benefits, including employer pension contributions, of these personnel were £35,417 (2020: £42,636). No employee of the charity earned in excess of £60,000 (2020: Nil).

7. TANGIBLE FIXED ASSETS

Leasehold Improvements

	2021	2020
	£	£
Cost		
At 6 April 2020	9,100	9,100
Additions	4,118	-
At 5 April 2021	13,218	9,100
Depreciation		
At 6 April 2020	7,280	6,370
Charge for the period	1,498	910
At 5 April 2021	8,778	7,280
Net Book Value		
At 5 April 2021	4,440	1,820

THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND
5 April 2021

NOTES TO THE ACCOUNTS

8. FIXED ASSET INVESTMENTS

	2021	2020
	£	£
Market value 6 April 2020	13,463,177	16,876,312
Less: disposals at proceeds	(1,163,690)	(2,415,412)
Add: Acquisition at cost	1,401,508	1,859,432
Net gains/ (losses) on investments	3,360,270	(2,857,155)
Market value 5 April 2021	17,061,265	13,463,177
Investment cash	238,349	527,889
Total investments	17,299,614	13,991,066

The investments held as at 5 April 2021 were as follows:

	2021		2020	
	Cost	Market Value	Cost	Market Value
	£	£	£	£
Fixed Interest	1,835,189	1,867,511	1,835,188	1,737,733
UK Equities	3,521,458	5,157,684	3,806,288	4,549,484
Overseas Equities	3,876,042	6,971,220	3,862,023	4,748,640
Alternatives	2,933,751	3,054,850	2,452,371	2,417,320
Social Investment	10,000	10,000	10,000	10,000
	12,176,440	17,061,265	11,965,870	13,463,177

9. DEBTORS

	2021	2020
	£	£
Prepayments and accrued income	50,467	45,464
	50,467	45,464

10. CREDITORS - amounts falling due within one year

	2021	2020
	£	£
Grants payable within one year	147,500	292,500
Accruals	19,953	19,682
Other creditors	20,438	13,999
	187,891	326,181

THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND
5 April 2021

NOTES TO THE ACCOUNTS

11. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds	Expendable Endowment	Totals 2021
	£	£	£
Fund balances at 5 April 2021 are represented by:			
Tangible fixed assets	-	4,440	4,440
Investments	-	17,299,614	17,299,614
Current assets	360,792	(126,917)	233,875
Current liabilities	(173,638)	(14,253)	(187,891)
Total net assets	187,154	17,162,884	17,350,038

Movement in the year

Opening balance as at 5 April 2020	-	13,856,211	13,856,211
Total income and endowments	464,142	-	464,142
Cost of raising funds	-	(53,597)	(53,597)
Cost of grant-making	(276,988)	-	(276,988)
Net gains on investments	-	3,360,270	3,360,270
Transfers between funds	-	-	-
Closing balance as at 5 April 2021	187,154	17,162,884	17,350,038

In the year under review, there was a transfer from expendable endowment of £nil (2020: £36,064) to clear the surplus on unrestricted funds.

	Unrestricted Funds	Expendable Endowment	Totals 2020
	£	£	£
Fund balances at 5 April 2020 are represented by:			
Tangible fixed assets	-	1,820	1,820
Investments	-	13,991,066	13,991,066
Current assets	326,181	(136,675)	189,506
Current liabilities	(326,181)	-	(326,181)
Total net assets	-	13,856,211	13,856,211

Movement in the year

Opening balance as at 5 April 2019	-	16,805,780	16,805,780
Total income and endowments	576,992	-	576,992
Cost of raising funds	-	(56,350)	(56,350)
Cost of grant-making	(613,056)	-	(613,056)
Net losses on investments	-	(2,857,155)	(2,857,155)
Transfers between funds	36,064	(36,064)	-
Closing balance as at 5 April 2020	-	13,856,211	13,856,211

<p align="center">THE ALAN AND BABETTE SAINSBURY CHARITABLE FUND 5 April 2021</p>
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NOTES TO THE ACCOUNTS

12. RELATED PARTY TRANSACTIONS

Included within grant-related support costs is a total of £2,898 (2020: £4,746) payable for legal services to Portrait Solicitors, a firm in which Miss J S Portrait is a partner. At 5 April 2021, £nil (2020: £2,340) was payable and is included in creditors (Note 10). Miss J S Portrait is also a trustee of the Sainsbury Archive. The Trust awarded a grant of £10,000 to the Sainsbury Archive in the year of which £5,000 remained payable at year end.

13. STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 5 APRIL 2020

	Notes	Unrestricted Funds £	Expendable Endowment £	Total Funds 2020 £
Income from:				
Investments	3	575,666	-	575,666
Bank deposit interest and other income		1,326	-	1,326
Total Income		576,992	-	576,992
Expenditure on:				
Raising funds:				
Investment management fees		-	56,350	56,350
Charitable activity:				
<i>Grant-making:</i>				
Grant expenditure	4	518,426	-	518,426
Grant related support costs	5	94,630	-	94,630
Total Expenditure		613,056	56,350	669,406
Net Operating Deficit		(36,064)	(56,350)	(92,414)
Net (losses) / gains on investment assets:		-	(2,857,155)	(2,857,155)
Transfers between funds	11	36,064	(36,064)	-
Net movement in funds		-	(2,949,569)	(2,949,569)
<i>Reconciliation of funds:</i>				
Total funds brought forward		-	16,805,780	16,805,780
Total funds carried forward		-	13,856,211	13,856,211