

THE BLACKIE FOUNDATION TRUST

FINANCIAL STATEMENTS

30 SEPTEMBER 2007

Charity Number 313442

THE BLACKIE FOUNDATION TRUST

FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2007

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THE BLACKIE FOUNDATION TRUST

TRUSTEES AND PROFESSIONAL ADVISERS

REGISTERED CHARITY NAME	The Blackie Foundation Trust
CHARITY NUMBER	313442
PRINCIPAL OFFICE	1 Upper Wimpole Street London W1G 6LA
PATRON	HRH Princess Alexandra, the Hon. Lady Ogilvy KG GCVO
PRESIDENT	Mr RG Holland-Martin
VICE PRESIDENTS	Mrs Anne Marie Barraclough Col MC Barraclough OBE The Rt Hon Lord Colwyn CBE Dr RW Davey LVO The Rt Hon Dr J Dickson Mabon, PC Miss Susan Hampshire OBE Dr RAF Jack Sir Maurice Laing Mr J McLellan Mary, Duchess of Roxburghe Mrs Enid Segall Mrs R Seys Dr TEH Tee
TRUSTEES	Mr JDB Nickson Mr BAS Blackie TD Mr HASA Blackie Dr Anita Davies Dr Sara Eames
RESEARCH ADVISER	Dr AM Denman
TRUST ADMINISTRATOR	Mrs S I Cave
AUDITOR	Menzies Chartered Accountants & Registered Auditors Kings House 12-42 Wood Street Kingston upon Thames Surrey KT1 1TG
INVESTMENT ADVISER	Fieldings Investment Management 6 Kinghorn Street London EC1A 7HW
BANKERS	CAF Bank Limited 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ
SOLICITORS	Stafford Young Jones The Old Rectory 29 Martin Lane Londn EC4R 0AU

THE BLACKIE FOUNDATION TRUST

TRUSTEES ANNUAL REPORT

YEAR ENDED 30 SEPTEMBER 2007

The Trustees have pleasure in presenting their report and the financial statements of the charity for the year ended 30 September 2007.

REFERENCE AND ADMINISTRATIVE DETAILS

Reference and administrative details are shown in the schedule of trustees and professional advisers on page 1 of the financial statements.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Trust was constituted under a Trust Deed dated 17th August 1971, which also appointed the three original Trustees. Subsequent Trustees have been appointed by the Trustees current at the time of the appointment.

In September 1996 the terms of the Trust were altered by a Deed of Variation to permit an increase in the number of trustees to not more than ten. The Trustees who held office during this year are shown on page 2.

RESERVES POLICY

The reserves of the Charity are unrestricted and are available for future projects and for the working capital of the Trust. It includes all monies which have been allocated to research or educational projects. It is the aim of the Trustees to maintain free reserves at a level of twelve months' estimated expenditure. The Trustees recognise that this level may be exceeded where the demand for acceptable research project funding falls below the estimated levels.

RISK MANAGEMENT

The function of risk management for the Trust is discharged by professionally qualified Trustees and the Research Adviser, together with specialist advisers where necessary. This is considered sufficient to ensure that Trust assets are invested in viable projects.

INVESTMENT POLICY

The investment profile of the Trust is reviewed at each quarterly meeting of the Trustees and, if necessary, action is taken to vary the profile.

OBJECTIVES AND ACTIVITIES

The main aims of the Trust are the advancement of the study of, and education in, the science of homeopathy and the encouragement, with financial help, of homeopathic research and of the publication of the results of such research.

THE BLACKIE FOUNDATION TRUST

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 30 SEPTEMBER 2007

ACHIEVEMENTS AND PERFORMANCE

The Trustees are very pleased to report that in the last financial year a legacy of £911,280 was received.

In 2007, the Trustees began an exercise to re-brand the Trust. This project was decided upon to maximise the opportunities generated by the legacy funds. It is anticipated that the project will continue into Summer 2008. During that period a new logo and strapline have been developed in conjunction with a re-designed website. This project has been managed by Julia Potter who joined the Trust in September 2007 as full-time Trust Administrator. The Trustees would like to recognise the significant contribution to the development of the Trust over the last seven years from our retiring part-time Administrator, Mrs Shirley Cave. The updating of the image will be promoted in a increase in Trust activity for the second half of 2008. This activity will be targeted to achieve our three objectives.

FINANCIAL REVIEW

The total incoming resources for the year were £952,799 (2006: £24,578). The Trust made grants amounting to £119,023 (2006: 40,044) during the year and promotional activities incurred £3,981 (2006: £16,243). Overheads amounting to £35,018 (2006: £14,705). Thus incoming resources exceeded expenditure by £794,277 (2006: net outgoing resources £46,414). The gain in the Trust's investments in the current year was £118,826 (2006: £7,368). The net movement in the current year of £913,103 resulted in the carried forward funds at 30 September 2007 being £1,186,075 (2006: £272,972).

PLANS FOR FUTURE PERIODS

The Trust will continue with its re-branding programme with the benefit of increasing public awareness of homeopathy and attracting high quality applicants for research. It will continue with its policy of transparency by reporting on the activities of the Trust via the Trust newsletter and by publishing all results of research in peer-reviewed journals.

The Trust is looking to develop a new grant application process to streamline the way in which grants are processed so they can be assessed in line with the Trust's strategy. It will also look into ways that it can effectively fundraise using modern mediums and also develop a new leaflet with general information about the Trust and specific information on giving.

It will continue with its work in the promotion of homeopathy and education and will assess its policy on giving effectively in this area.

RESPONSIBILITIES OF THE TRUSTEES

Law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of the surplus or deficit 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;
- make judgements and estimates that are reasonable and prudent;
- 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 which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with the Charities Act 1993. The Trustees 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 BLACKIE FOUNDATION TRUST

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 30 SEPTEMBER 2007

AUDITOR

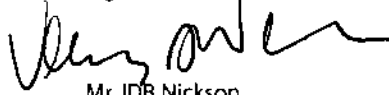
On 1 July 2008, Menzies, the Charity's auditors, transferred its business to Menzies LLP, a limited liability partnership incorporated under the Limited Liability Partnership Act 2000. The Charity's consent has been given to treat the appointment of Menzies as extending to Menzies LLP with effect from 1 July 2008 under the provisions of section 26(5) of the Companies Act 1989.

Accordingly, a resolution approving the re-appointment of Menzies LLP will be proposed at the forthcoming Annual General Meeting.

1 Upper Wimpole Street
London
W1G 6LA

12/11/2008

Signed on behalf of the board



Mr JDB Nickson
Chairman

THE BLACKIE FOUNDATION TRUST

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE BLACKIE FOUNDATION TRUST

YEAR ENDED 30 SEPTEMBER 2007

We have audited the financial statements of the Blackie Foundation Trust for the year ended 30 September 2007 on pages 6 to 12 which have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets, and the accounting policies set out on page 8.

This report is made solely to the charity's trustees, as a body, in accordance with section 44 of the Charities Act 1993. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF THE TRUSTEES AND AUDITOR

The responsibilities of the Trustees for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Responsibilities of the Trustees on page 3.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Charities Act 1993. We also report to you if in our opinion the information given in the Trustees' Report is not consistent with the financial statements.

In addition we report to you if, in our opinion, the charity has not kept proper accounting records, or if we have not received all the information and explanations we require for our audit.

We read the Trustees Annual Report and consider the implications for our report if we become aware of any apparent misstatements within it.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

We have undertaken the audit in accordance with the requirements of APB Ethical Standards including APB Ethical Standard - Provisions Available for Small Entities, in the circumstances set out in the related note to the financial statements.

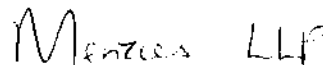
OPINION

In our opinion the financial statements:

- give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the charity's affairs as at 30 September 2007 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended; and
- have been properly prepared in accordance with the Charities Act 1993.

Kings House
12 - 42 Wood Street
Kingston upon Thames
Surrey
KT1 1TG

17 November 2008


MENZIES LLP
Chartered Accountants
& Registered Auditors

THE BLACKIE FOUNDATION TRUST

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 30 SEPTEMBER 2007

	Note	Total Funds 2007 £	Total Funds 2006 £
INCOMING RESOURCES			
Incoming resources from generating funds:			
Voluntary income	2	922,865	12,478
Activities for generating funds	3	2,065	1,542
Investment income	4	27,869	10,558
TOTAL INCOMING RESOURCES		<u>952,799</u>	<u>24,578</u>
RESOURCES EXPENDED			
Costs of generating funds:			
Fundraising trading: cost of goods sold and other costs	5	(500)	–
Charitable activities	6	(140,420)	(69,466)
Governance costs	8	(17,602)	(1,526)
TOTAL RESOURCES EXPENDED		<u>(158,522)</u>	<u>(70,992)</u>
NET INCOMING/(OUTGOING) RESOURCES BEFORE OTHER RECOGNISED GAINS AND LOSSES	9	794,277	(46,414)
OTHER RECOGNISED GAINS AND LOSSES			
Gains on investment assets		118,826	7,368
NET MOVEMENT IN FUNDS		913,103	(39,046)
RECONCILIATION OF FUNDS			
Total funds brought forward		272,972	312,018
TOTAL FUNDS CARRIED FORWARD		<u>1,186,075</u>	<u>272,972</u>

The Statement of Financial Activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The notes on pages 8 to 12 form part of these financial statements.

THE BLACKIE FOUNDATION TRUST

BALANCE SHEET

30 SEPTEMBER 2007

	Note	2007		2006	
		£	£	£	£
FIXED ASSETS					
Tangible assets	11		1,218		181
Investments	12		829,605		71,467
			<u>830,823</u>		<u>71,648</u>
CURRENT ASSETS					
Stocks	13	-		500	
Debtors	14	4,465		500	
Cash at bank		360,167		201,734	
		<u>364,632</u>		<u>202,734</u>	
CREDITORS: Amounts falling due within one year	15	(9,380)		(1,410)	
NET CURRENT ASSETS			355,252		201,324
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,186,075</u>		<u>272,972</u>
NET ASSETS			<u>1,186,075</u>		<u>272,972</u>
FUNDS					
Unrestricted income funds	16		1,186,075		272,972
TOTAL FUNDS			<u>1,186,075</u>		<u>272,972</u>

These financial statements were approved by the members of the committee on the 24/9/2008 and are signed on their behalf by:


Mr JDB Nickson
Chairman

The notes on pages 8 to 12 form part of these financial statements.

THE BLACKIE FOUNDATION TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2007

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, except for investments which are included at market value and the revaluation of certain fixed assets, and in accordance with applicable United Kingdom accounting standards, the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 2005) and the Charities Act 1993.

Donations

Donations and legacies are accounted for on a receivable basis.

Tax recoverable on donations and legacies is received under gift aid and is included in the period during which the net income is accounted for.

Investment assets and income

Investments are stated at market value at the balance sheet date. Changes in value during the year are shown in the statement of financial activities.

Interest receivable

Interest income is accounted for on a receivable basis.

Fund accounting

All funds of the charity are currently unrestricted and can be used in accordance with the charitable objects and at the discretion of the trustees.

Resources expended

Expenditure is recognised on an accruals basis and allocated to the activity for which the cost is incurred. Cost of generating funds comprises costs of pictures, books and publications sold. Grants payable are payments made to third parties in furtherance of the charitable objects of the trust. Governance costs comprises costs incurred in connection with compliance of the charity with constitutional and statutory requirements.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Computer equipment 33% per annum on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

2. VOLUNTARY INCOME

	Total Funds 2007 £	Total Funds 2006 £
Donations		
Donations and gifts	11,085	12,478
Legacies		
Legacies	911,780	-
	<u>922,865</u>	<u>12,478</u>

THE BLACKIE FOUNDATION TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2007

3. INCOMING RESOURCES FROM ACTIVITIES FOR GENERATING FUNDS

	Total Funds 2007	Total Funds 2006
	£	£
Other activities for generating funds	2,065	1,542

4. INVESTMENT INCOME

	Total Funds 2007	Total Funds 2006
	£	£
Income from UK listed investments	14,295	10,558
Income from cash/settlements held in a UK investment portfolio	2,173	-
Bank interest receivable	11,401	-
	<u>27,869</u>	<u>10,558</u>

5. FUNDRAISING TRADING: COST OF GOODS SOLD AND OTHER COSTS

	Total Funds 2007	Total Funds 2006
	£	£
Fundraising trading	500	-

6. COSTS OF CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Activities undertaken directly	Grant funding activities	Support costs	Total Funds 2007	Total Funds 2006
	£	£	£	£	£
Promotion of homeopathic medicine	3,981	119,023	17,416	140,420	69,466

7. GRANT FUNDING

	Total Funds 2007	Total Funds 2006
	£	£
Grants made		
London Homeopathic Group	100	-
Laboratory research, Edinburgh University Faculty of Education	41,771	12,550
Segemoor life	74,000	-
Research Bristol University	566	-
Malaria Research Station, Steinham	-	9,417
Grants made to individuals towards training, attendance at conferences and courses (1 individual, 2006 - 7 individuals)	-	15,885
	1,211	2,192
	<u>117,648</u>	<u>40,044</u>
Promoting activities		
Advertising courses	1,375	-
	<u>119,023</u>	<u>40,044</u>

8. GOVERNANCE COSTS

	Total Funds 2007	Total Funds 2006
	£	£
Accountancy fees	3,055	1,410
Audit fees	1,998	-
Meeting costs	349	116
Strategic consultancy	12,200	-
	<u>17,602</u>	<u>1,526</u>

THE BLACKIE FOUNDATION TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2007

9. NET INCOMING/(OUTGOING) RESOURCES FOR THE YEAR

This is stated after charging:

	2007 £	2006 £
Depreciation	686	149
Auditors' remuneration:		
- audit of the financial statements	1,998	-
- other fees (see below)	3,055	-

Auditor's fees

The fees charged by the auditor can be further analysed under the following headings for services rendered:

	2007 £	2006 £
Audit	1,998	-
Accountancy	3,055	-

10. STAFF COSTS AND EMOLUMENTS

Total staff costs were as follows:

	2007 £	2006 £
Wages and salaries	2,500	-
Social security costs	265	-

Particulars of employees:

There were no employees in the year until September when one employee joined the charity (2006 - Nil).

No employee received emoluments of more than £60,000 during the year (2006 - Nil).

11. TANGIBLE FIXED ASSETS

	Equipment £
COST	
At 1 October 2006	1,970
Additions	1,723
At 30 September 2007	3,693
DEPRECIATION	
At 1 October 2006	1,789
Charge for the year	686
At 30 September 2007	2,475
NET BOOK VALUE	
At 30 September 2007	1,218
At 30 September 2006	181

THE BLACKIE FOUNDATION TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2007

12. INVESTMENTS

Movement in market value

	2007 £	2006 £
Market value at 1 October 2006	71,467	64,099
Acquisitions at cost	1,619,545	-
Disposals at opening book value	(897,651)	-
Net gains on revaluations in the year ended 30 September 2007	36,244	7,368
Market value at 30 September 2007	<u>829,605</u>	<u>71,467</u>
Historical cost at 30 September 2007	<u>738,431</u>	<u>57,999</u>

Analysis of investments at 30 September 2007 between funds

	Total Funds 2007 £	Total Funds 2006 £
Listed investments		
UK Quoted Shares	754,623	71,467
Other investments		
UK Cash held as part of Portfolio	74,982	-
	<u>829,605</u>	<u>71,467</u>

13. STOCKS

	2007 £	2006 £
Stock	-	500

14. DEBTORS

	2007 £	2006 £
Trade debtors	4,465	500

15. CREDITORS: Amounts falling due within one year

	2007 £	2006 £
Trade creditors	2,000	-
Taxation and social security	960	-
Accruals	6,420	1,410
	<u>9,380</u>	<u>1,410</u>

16. UNRESTRICTED INCOME FUNDS

	Balance at 1 October 2006 £	Incoming resources £	Outgoing resources £	Gains and losses £	Balance at 30 September 20 07 £
General Funds	272,972	952,799	(158,522)	118,826	<u>1,186,075</u>

THE BLACKIE FOUNDATION TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2007

17. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Tangible fixed assets £	Investments £	Net current assets £	Total £
Unrestricted Income Funds	1,218	829,605	355,252	1,186,075
Total Funds	<u>1,218</u>	<u>829,605</u>	<u>355,252</u>	<u>1,186,075</u>

18. APB ETHICAL STANDARDS

In common with many other businesses of our size and nature we use our auditors to assist with the preparation of financial statements.

19. RELATED PARTY TRANSACTIONS

An amount of £1,500 (2006 £1,000) was paid to Dr Anita Davies, A Trustee, for serviced accommodation provided to the charity.

20. COMMITTED EXPENDITURE

A grant of £12,242 was committed by the Trustees at 30 September 2007 in respect of research at Edinburgh University.