

TOWER HILL TRUST

**TRUSTEES' ANNUAL REPORT AND
FINANCIAL STATEMENTS**

YEAR ENDED 30th APRIL 2009

Tower Hill Trust

**Trustees' Annual Report and Financial Statements
for the year ended 30th April 2009**

Contents

	Page
Trustees' Report	1 - 6
Auditors' Report	7
Statement of Financial Activities	8
Balance Sheet	9
Notes to the Financial Statements	10 - 15

TOWER HILL TRUST**TRUSTEES' REPORT FOR THE YEAR ENDED 30th APRIL 2009****Reference and Administrative Details**

Registered address:	Attlee House 28 Commercial Street London E1 6LR
Trust deed made:	7 th February 1938 (subsequently varied by Schemes approved by the Charity Commissioners on 23 rd October 1973 and 23 rd April 1987)
Registered charity number:	206225
Trustees:	Mrs Davina J. Walter (Chairman) Commodore John Burton-Hall John Polk Esq. Hamish M. J. Ritchie Esq. Major General Christopher Tyler CB (resigned 13 th March 2009) Mrs Susan M. Wood Major General Geoffrey Field CB CVO OBE (appointed 24 th June 2009)
Bankers:	National Westminster Bank P.O. Box 34 15 Bishopsgate London EC2P 2AP
Solicitor:	Cumberland Ellis Atrium Court 15 Jockey's Fields London WC1R 4QR
Auditor:	Moore Stephens LLP Chartered Accountants St. Paul's House Warwick Lane London EC4M 7BP
Investment managers:	Newton Investment Management Limited Mellon Financial Centre 160 Queen Victoria Street London EC4V 4LA
Principal officer:	Roland H. Smith CMG Secretary and Treasurer
Grant officer:	Elaine Crush

TOWER HILL TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 30th APRIL 2009

Statement of Trustees' Responsibilities

Charity law 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 its financial activities for that period. In preparing those financial statements, the Trustees are required to:

- a) select suitable accounting policies and then apply them consistently;
- b) make judgements and estimates that are reasonable and prudent;
- c) state whether the policies adopted are in accordance with the Statement of Recommended Practice for Charities of 2005, and with applicable accounting standards, subject to any material departures disclosed and explained in the financial statements;
- d) prepare the financial statements on the going concern basis, unless it is inappropriate to assume that the charity will continue in business.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity, and enable them to ensure that the financial statements comply with relevant legislation. They are also responsible for safeguarding the assets of the Charity, and hence for taking reasonable steps for the prevention and detection of fraud or other irregularities.

The Trustees confirm that the accounting policies adopted are in accordance with the Statement of Recommended Practice for Charities of 2005. The financial statements have been prepared on the going concern basis.

Structure, Governance and Management

The Trust was established as the Tower Hill Improvement Trust in 1938. The original Trust Deed of the Tower Hill Improvement Trust, dated 7th February 1938 was subsequently varied by Schemes approved by the Charity Commissioners on 23rd October 1973 and 23rd April 1987.

On the 8th of February 2005, the Charity Commissioners made an Order giving the Trustees general authority to amend the trusts of the charity, subject to certain limitations, including the need on some matters to obtain the prior written approval of the Charity Commissioners. This power has been used four times. On the 16th of March 2005, the maximum number of Trustees was increased from five to eight. On the 21st of June 2006, with the approval of the Charity Commission, the name of the Trust was changed from Tower Hill Improvement Trust to Tower Hill Trust. Again with the approval of the Charity Commission, on the 14th of March 2007, the Trust's area of benefit was enlarged, and now comprises the Tower Hill area and the whole of the London Borough of Tower Hamlets. Finally, on 17th September 2008, the period for which the Chairman is elected by the Trustees was increased from one to three years.

The Charity is governed by a Board of not more than eight Trustees. One Trustee, Major General Christopher Tyler CB (a former Governor of the Tower of London), resigned during the year. The Trustees would like to thank Major General Tyler for his many years of service to the Trust and to the Tower Hill area. Following his resignation, there were five Trustees as at 30th April 2009.

New Trustees are appointed by the existing Board of Trustees, and are invited to serve for as long as they feel they can commit. In recruiting, choosing and appointing new Trustees, the Trustees seek to ensure that the Board as a whole contains a suitable balance of experience, expertise, and knowledge of the Trust's area of benefit. Before new Trustees are appointed, they are provided with documentation about the Trust, and are invited to meet the existing Trustees and to familiarise themselves with the work of the Trust. Trustees are encouraged to attend relevant courses and seminars in order to improve their knowledge of charity law and of good practice. The Board meets quarterly (or more frequently as required) to discuss Trust matters, and to consider applications for grants.

TOWER HILL TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 30th APRIL 2009

Structure, Governance and Management (Continued)

The Trust shares a small office in Attlee House, Toynbee Hall, Commercial Street, Tower Hamlets, with the Wakefield and Tetley Trust. This office is staffed by a part-time Secretary and Treasurer and a part-time Grant Officer (at present Mr Roland Smith and Ms Elaine Crush). A service charge is paid to the Wakefield and Tetley Trust for the provision of staff and services. The Secretary and Treasurer is responsible for administration and book-keeping. The Grant Officer is charged with keeping up-to-date with local charitable activity and funding needs, providing satisfactory information to support applications to the Trustees, and with monitoring the expenditure of grants by beneficiaries. Staff are responsible for all day-to-day matters, and for making recommendations to the Trustees, but all significant decisions are taken by the Board of Trustees.

Objectives and Activities for the Public Benefit

The Trustees confirm that they have referred to the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives, and in planning future activities. The Trust's objectives are to use Trust income for the promotion of charitable purposes for the general benefit of the inhabitants in the Trust's area of operation in any or all of the following ways:

- i) The provision of gardens and open spaces for the general benefit of the inhabitants;
- ii) The provision and support of facilities for recreation and leisure-time occupation;
- iii) The provision and support of educational facilities;
- iv) The relief of the aged, handicapped and poor.

These objects are listed in the order of priority, which the Trustees determined at their meeting on 27th June 2007. The Trust seeks to do these things not by giving money to individuals or by carrying out programmes of its own, but by making grants to registered charities and not-for-profit companies for activities and projects which in the view of the Trustees will help to advance the objects. In making grants, the Trust always looks at the question of who will be the ultimate beneficiaries, and what will be the benefit to them. The Trustees insist that all activities or projects must be open to anyone who qualifies as a potential beneficiary, and that people in poverty are not excluded from the opportunity to benefit.

The chief restriction on the Trust's grant-making is geographical. The guidance on public benefit published by the Charity Commission recognises that: "it is generally reasonable for a charity's aims to be intended to benefit people living in a particular geographical area, such as a village, town, city, county or country". The Trust's area of benefit comprises the area of Great Tower Hill, Tower Hill and the London Borough of Tower Hamlets. The Trustees particularly welcome proposals for equipment or capital costs, and proposals having a link with the Trust's original area of benefit, i.e. the area around Tower Hill, and the former St Katharine's ward in the borough of Tower Hamlets.

The public benefit of funding by the Trust is measured against the achievements of the organisations and projects funded by the Trust. Grant recipients are required to provide regular or one-off Progress Reports, depending on the nature of the project and the size of grant awarded. The monitoring process aims to be 'light touch', and there is no formal monitoring or evaluation form to complete, since organisations and projects can struggle under the burden of monitoring requirements. Grant recipients can devise their own Reports, and may submit information that has been prepared for another funder if this is appropriate (many of the Trust's grants are contributions to projects also supported by one or several other donors). Recipients are asked to reflect on the progress that they have made in relation to the aims, objectives and outcomes which they identified at the beginning of a project.

The Trust's income is derived partly from funds managed by Newton Investment Management Limited, and partly from the rent of the headlease of the Tower Hill Wine Vaults, of which the Trust owns the freehold.

TOWER HILL TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 30th APRIL 2009

Achievements and Performance

The Trust aims to maintain a high level of grant-giving, while ensuring that adequate funds are available for the proper administration of the charity, and that reserves are maintained to generate income for future grant-giving and to ensure that funds are available when needed for new projects. During 2008-09, the Trust awarded 29 grants totalling £148,422, and paid out a total of £161,273 (compared with budgeted payments of £170,000) to grant recipients. This represented almost 74% of the Trust's total income for the year.

A considerable proportion of the amount actually paid out in grants during the year reflected the continuation of grants awarded in previous years. Similarly, a considerable proportion of grants awarded in 2008-09 will actually be paid out in subsequent years. The Trustees have decided that grants payable should be charged in the year when they are awarded, irrespective of when they are paid, as Trustees regard them as financial obligations. For this reason, the amount shown in the Statement of Financial Activities under "Resources expended – charitable activities" does not represent the grants actually paid in 2008-09, but the grants awarded during the year. Details of both grants paid and grants awarded during the year are contained in note 13.

In general, the Trust is satisfied with the effectiveness of its grants, and this is reflected in the fact that in a number of cases, further grants have been approved to the same recipient. At the same time, the Trust warns recipients not to become over-reliant on its grants, particularly since the extension of the Trust's area of benefit means that many excellent applications are now being received from organisations that previously were not eligible to apply. In 2008-09 a total of 66 eligible applications were received. Of these, 29 were awarded grants (a success rate of 42%). 13 of the 29 grants awarded were to recipients whom the Trust had not previously assisted.

Grants that were approved included:

Common Ground East £8,000 - Match funding to support a landscaping and gardening project for communal areas on the West Tarling Estate.

Friends of Arnold Circus £5,550 - To support a part-time Gardener and planting to maintain and improve the gardens at Arnold Circus on the Boundary Estate over two years and £2,000 to establish a new gardening project (the 'Pumpkin Club') for Bengali women. The Gardener's post is responsible for the upkeep of the site, the planting scheme, overseeing volunteers who help on a weekly basis and planting days at Arnold Circus with children at Virginia Primary School. The appearance of the gardens has significantly improved and the presence of the Gardener has also helped to reassure people and increase use of the gardens. Before work began local people were asked for their views of the gardens and two thirds declared that it was 'dirty, dangerous and unpleasant' and that they would not use the space. The gardens are now more inviting and provided the backdrop for a number of events; in 2007/08 these were enjoyed by around 1,800 people.

Mulberry Secondary School for Girls £10,921 - To support participation in the Duke of Edinburgh's award scheme during 2008-2009. This is the second year that the Trust has supported the project and the new grant has enabled the school to expand the Scheme and offer Gold awards for the first time (in addition to Bronze and Silver awards). Over 80 young girls will participate. In the previous year 50 girls participated; of these 30 were awarded Bronze and 20 Silver Awards. The School stated that 'the impact that it has had on the girls is truly remarkable. Girls who have taken part have gained a great number of new skills, expanded their friendships, developed their independence and confidence, explored beautiful parts of the country and discovered a determination to complete anything that they put their mind to'. The school particularly tries to include students who may not be academically gifted.

TOWER HILL TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 30th APRIL 2009

Achievements and Performance (continued)

Toy House Libraries Association An initial grant of £3,000 was awarded to support the Mobile Toy Library service for community groups in Tower Hamlets at the end of 2008. A grant from BBC Children In Need had expired and the Association were struggling to keep the service going, despite the demand from community groups. A further grant of £22,340 (£14,740 for the first year and a further £7,600 in the second year) was then awarded to provide full continuation funding in the first year, and half the total sum needed in the second year. The project will now be able to double its capacity, regularly visiting 20 groups and providing loans of toys that will benefit between 600 and 800 children each quarter.

Tower Hamlets Summer University £8,260 – To purchase music and technical equipment for a new programme entitled 'Music Space'. The programme is based on a successful pilot, and will help 80 young music makers from Tower Hamlets to progress their careers, allowing young bands and music producers to develop their skills and work with industry professionals. The project aims to help students address obstacles that prevent many fledgling music makers from progressing from amateur to professional status.

Voces Cantabiles Music £6,000 - To support a series of music education workshops in Tower Hamlets schools, culminating in a performance at Wilton's Music Hall. Children from six primary schools took part in workshops with professional musicians and were instrumental in the writing of a new musical called 'Let the Children Sing – Street Cries of London'. The musical takes a journey through London from Roman Britain to the present day, and included scenes about the Fire of London, the Industrial Revolution and the Second World War. The project was run in conjunction with the Concordia Foundation Young Audiences Series.

Wapping Women's Centre £6,000 - To develop a gardening project on the Berner Estate aiming to increase the involvement of young girls and women with disabilities. Four small projects have been supported, including the development of a new composting area for the estate 'allotments', the construction of accessible raised beds, and garden improvements for the centre's crèche.

Zacchaeus Project (Bethnal Green Methodist Church) £7,000 – To support the construction of raised beds and start-up planting costs for a new horticultural project for carers and older people. Once the beds are established a volunteer gardening team will grow fresh produce for a drop-in café and a new produce box scheme that will be targeted at low-income carers and older people.

The Trustees recognise the value to charities of making commitments to grants over more than one year, and are prepared where appropriate to award grants for periods of up to three years, or in exceptional cases even more. Such grants are conditional on the regular receipt of reports demonstrating effective performance and progress of the projects to which the grants are directed.

Financial Review

The Trust's investments are managed by Newton Investment Management Limited. The Trustees would like to thank Newton Investment Management for its work for the Trust over the year. The Trust will continue to keep its investment policy under review. A review meeting was held with Newton Investment Management in April 2009, and it is intended to continue to hold similar meetings once a year. The Trustees have agreed the following statement of investment policy as guidance for the Trust's investment manager: "The maintenance of an optimum level of income, tempered by the need for capital growth, in order to safeguard future grant-making capacity". The Trustees have set to the fund managers an income target of £130,000 per year, which is conservative by comparison with what has been previously achieved, but reflects the current economic uncertainties.

TOWER HILL TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 30th APRIL 2009

Financial Review (continued)

Income from the Wine Vaults, of which the head tenant is Modus Alpha Property Partners LP, has been stable. The Wine Vaults, the Trust's only freehold property, are let on a lease of one hundred and fifty years from 1991. The property was revalued at £1,100,000 as at 26th July 2007, and is shown at that valuation. Barring unforeseen developments, the next revaluation will be in the Trust's financial year 2012-13.

The Trustees have power to borrow money for the objects of the Charity; to purchase, lease, exchange or otherwise acquire any real or personal property; to construct, alter, maintain and furnish any land or building or other erections necessary or convenient for the work of the charity; and to sell, exchange or let land and buildings belonging to the Charity. None of these powers were used during 2008-09, except for the continuing lease of the Wine Vaults.

Reserves Policy

The Trustees have agreed that a maximum figure for reserves can vary from year to year, with changes in Trust priorities and levels of commitment to new projects. In view of the Trust's historic involvement in the purchase of property in an expensive part of London, in present conditions the Trustees can foresee a need for a maximum reserve figure of £5 million. The present level of the reserves is a little under £4 million. The Trust's fixed assets, which consist entirely of freehold property, investments and deposits, continue to produce income for grant purposes. The financial position of the Trust is such that all future plans and commitments can be carried out, and the Trust will be able to fulfil its charitable obligations.

Risk Management

The Trustees have assessed the major risks to which the Trust is exposed, particularly those relating to the operations and finances of the Trust, and are satisfied in general that systems are in place to protect its grant-making activities and to guard against the possibility of fraud. In accordance with instructions from the Trustees, staff have taken steps to increase the security of storage of data which is held on computer.

Plans for Future Periods

The Trust aims in the future, income permitting, further to increase the level of its grant-giving; at least to maintain the level of its reserves in real terms; and to continue to engage with charities, schools, community groups and other organisations working in its area of benefit, in order to ensure that its grants are as well-directed as possible. The enlargement in 2007 of the Trust's area of benefit has considerably increased the flow of applications for grants. In 2008-09, the Trustees were able to approve 42% of the grant applications, which were received. But the number of applications is likely to increase further, while the scope for any further increase in the budget for grants is limited, meaning unfortunately that the proportion of successful applications may be somewhat lower in future years; this situation will be kept under review. The budget for grant-giving in 2008-09 has again been set at £170,000. In order to deal sensibly and coherently with the increased flow of grant applications, the Trust has developed more focused grant priorities and criteria for funding, and these priorities and criteria will be used in assessing grant applications during the coming year.

Approved by the Trustees on 24th June 2009
and signed on their behalf by:

Mrs Davina Walter

Chairman

Mrs Susan Wood

Trustee

**Independent Auditors' Report to the Trustees of
Tower Hill Trust**

We have audited the financial statements for the year ended 30th April 2009, which comprise the Statement of Financial Activities, the Balance Sheet and the related notes on pages 10 to 15. These financial statements have been prepared under the historical cost convention as modified by the revaluation of investments and the accounting policies set out on page 10.

This report is made solely to the Trustees, as a body, in accordance with section 43 of the Charities Act 1993 and Regulations made under section 44 of that Act. 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.

Respective responsibilities of trustees and auditors

As described in the Statement of Trustees' Responsibilities, the Trustees are responsible for the preparation of the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

We have been appointed as auditors under section 43 of the Charities Act 1993 and report in accordance with regulations made under section 44 of that Act. Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK & 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 Trustees' Annual Report is not consistent with the financial statements, if 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 other information contained in the Trustees' Annual Report, and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK & 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.

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 Trusts affairs as at 30th April 2009 and of its incoming resources and application of resources in the year then ended
- have been properly prepared in accordance with the Charities Act 1993.

St. Paul's House
London, EC4M 7BP

MOORE STEPHENS LLP

Registered Auditors
Chartered Accountants
28th July 2009

Tower Hill Trust

**Statement of Financial Activities
For the year ended 30th April 2009**

		Unrestricted Funds	
	<u>Note</u>	<u>2009</u> £	<u>2008</u> £
Incoming Resources			
- Incoming Resources from Generated Funds			
Investment income	2	219,201	212,727
Total Incoming Resources		219,201	212,727
Resources Expended			
Charitable activities	4	159,048	217,549
Governance costs	5	14,111	19,251
Total Resources Expended		173,159	236,800
Net Incoming / (Outgoing) Resources before Investment Gains/Losses		46,042	(24,073)
Gain on revaluation of freehold property		-	100,000
(Losses) on investments	6	(960,575)	(163,117)
Net Movement in Funds		(914,533)	(87,190)
Unrestricted Funds at 1st May 2008		4,784,758	4,871,948
Unrestricted Funds at 30th April 2009	12	3,870,225	4,784,758

The notes on pages 10 to 15 form part of these financial statements.

The charity's activities are all of a continuing nature.

There are no other recognised gains or losses other than those shown above.

Tower Hill Trust

Balance Sheet - 30th April 2009

	Note	2009		2008	
		£	£	£	£
Fixed Assets					
Tangible assets	10		1,101,000		1,101,000
Investments	3		2,780,400		3,740,975
			<u>3,881,400</u>		<u>4,841,975</u>
Current Assets					
Rental income receivable			-	14,245	
Investment account			2,989	3,005	
Bank deposit accounts			118,398	70,946	
Bank deposit account - rental deposit			-	79,157	
			<u>121,387</u>	<u>167,353</u>	
Less: Creditors, amounts falling due within one year	9		<u>(92,939)</u>	<u>(99,861)</u>	
Net Current Assets			<u>28,448</u>	<u>67,492</u>	
Total Assets less Current Liabilities			3,909,848	4,908,467	
Less: Creditors, amounts falling due after more than one year	9		<u>(39,623)</u>	<u>(124,709)</u>	
			<u>3,870,225</u>	<u>4,784,758</u>	
Capital Employed					
Total unrestricted funds	12		<u>3,870,225</u>	<u>4,784,758</u>	

The financial statements were approved by the Trustees on 24th June 2009
and signed on its behalf by

Mrs Davina Walter)
)
Mrs Susan Wood) Trustees

The notes on pages 10 to 15 form part of these financial statements.

Tower Hill Trust**Financial Statements for the year ended 30th April 2009****Notes****1. Accounting Policies**

The principal accounting policies, which have been adopted in the preparation of the financial statements, are set out below. The financial statements have been prepared under the historical cost convention as modified by the inclusion of investment properties and investments at market value, in accordance with applicable accounting standards and the Statement of Recommended Practice 'Accounting and Reporting by Charities' (SORP 2005).

(a) Investment properties and investments

Investments and investment properties are included in the financial statements at market value at the balance sheet date, and the realised and unrealised gains or losses are taken to the Statement of Financial Activities.

(b) Depreciation

Depreciation of fixed assets, other than the freehold investment property is calculated to write off the cost of the assets over their estimated useful lives as follows:-

Office furniture and equipment - 15% of written down value per annum.

(c) Interest and dividends on investments

Interest and dividends, including associated tax credits where recoverable, are included in the financial statements when they are due.

Dividends on foreign investments are shown after deduction of irrecoverable overseas tax and bank commission.

(d) Donations receivable

Donations are credited to the Statement of Financial Activities when received or when the amount can be quantified with reasonable accuracy, if earlier.

(e) Rent receivable

Rent receivable is included in the financial statements on the basis of the amounts receivable within the Trust's accounting period.

(f) Grants payable

Grants to beneficiaries are charged on the date approved by the Trustees or on the date of the requirements of the grant being met, if later.

(g) Management and administration costs

Management and administration costs are included in the financial statements on the accruals basis.

Tower Hill Trust

Financial Statements for the year ended 30th April 2009

Notes (Continued)

2. Investment Income

	<u>2009</u>	<u>2008</u>
	£	£
Rent receivable from investment properties	64,180	74,244
Dividends received	153,114	132,060
Other interest received	1,877	2,397
Stock brokers deposit interest received	-	4,026
Sundry income	30	-
	<u>219,201</u>	<u>212,727</u>

3. Investments

	Market Value at At 1 st May <u>2008</u> £	Additions During Year £	Disposals During Year £	Net (losses) on disposal and Revaluation £	Market Value at 30 th April <u>2009</u> £
Quoted on recognised UK Stock Exchange	<u>3,740,975</u>	<u>-</u>	<u>-</u>	<u>(960,575)</u>	<u>2,780,400</u>

The net profits on revaluation comprise all increases and decreases in the market value of the investments held at any time during the year, including profits and losses realised on the sale of investments during the year. The historical cost of quoted investments held at the year end is £3,717,474 (2008 - £3,717,474).

	Market Value at 30 th April <u>2009</u> £
Newton Global Growth & Income Fund for Charities	<u>2,780,400</u>

Tower Hill Trust

Financial Statements for the year ended 30th April 2009

Notes (Continued)

4. Charitable Activities		
	<u>2009</u>	<u>2008</u>
	£	£
Total grant expenditure	148,422	212,049
Costs of charitable activities	10,626	5,500
	<hr/>	<hr/>
Total charitable activities	<u>159,048</u>	<u>217,549</u>
5. Governance Costs		
	<u>2009</u>	<u>2008</u>
	£	£
Management charges	7,084	10,220
Office expenses (see below)	1,727	1,796
Audit and accountancy fees	4,731	4,732
Legal and professional (Note 7)	569	2,503
	<hr/>	<hr/>
	<u>14,111</u>	<u>19,251</u>
Included as office expenses is the following expenditure:		
	<u>2009</u>	<u>2008</u>
	£	£
Stationery	51	300
Bank charges	132	110
Nominee fees	16	10
Travel, entertainment, lunches and conferences	1,528	1,376
	<hr/>	<hr/>
	<u>1,727</u>	<u>1,796</u>
6. Net (Losses) on Disposal and Revaluation of Investment Assets		
	<u>2009</u>	<u>2008</u>
	£	£
Net (losses on disposal and revaluation of investments (note 3))	(960,575)	(163,117)
	<hr/>	<hr/>
7. Legal and Professional Expenses		
	<u>2009</u>	<u>2008</u>
	£	£
Costs incurred by the Trust's solicitors	569	1,327
Valuation costs	-	1,176
	<hr/>	<hr/>
	<u>569</u>	<u>2,503</u>

Further legal costs were incurred in connection with one of the Trust's investment properties in 2008 amounting to £ 3,277. These fees were not included in the accounts as they were paid by the Lessees of the investment property.

Tower Hill Trust

Financial Statements for the year ended 30th April 2009

Notes (Continued)

8. Future Grant Commitments

The following grant commitments existed at the year end.

- i) SSAFA for £1,000, for the year ended 30th April 2010.
- ii) Crisis for £6,250, for the year ended 30th April 2010.
- iii) Friends of Arnold Circus for £7,550 for the year ended 30th April 2010.
- iv) Darul Ummah Girls Group (Da'Watal) for £200 for the year ended 30th April 2010.
- v) All Hallows Church for £10,000 for the year ended 30th April 2010.
- vi) Ensign Youth Club for £267, for the year ended 30th April 2010.
- vii) Island Neighbourhood project for £1,500, for the year ended 30th April 2010.
- viii) LBTH Youth Offending Team for £3,000 for the year ended 30th April 2010.
- ix) Peabody Trust for John Fisher for £2,000, for the year ended 30th April 2010.
- x) City of London Boys, £6,534 for 30th April 2010.
- xi) City of London Girls for £39,388 in total, for the years up to 30th April 2015.
- xii) Royal Mint T&RA for £1,500 for the year ended 30th April 2009.
- xiii) Tower Hamlets Summer University for £60 for the year ended 30th April 2010.
- xiv) Alzheimer's Society Tower Hamlets for £8,121 for the year ended 30th April 2010.
- xv) Toy House Libraries Association for £18,540 for the year ended 30th April 2010 and £3,800 for the year ended 30th April 2011.
- xvi) Vallance Community Sports Association for £5,000 for the year ended 30th April 2010.
- xvii) Departure (London City Mission) for £602 for the year ended 30th April 2010.
- xviii) Swan Housing Association for £3,000 for the year ended 30th April 2010 and £3,000 for the year ended 30th April 2011
- xix) SPLASH for £3,550 for the year ended 30th April 2010.
- xx) Common Ground East for £3,000 for the year ended 30th April 2010.

9. Creditors: amounts falling due within one year

	<u>2009</u>	<u>2008</u>
	£	£
Grants payable	88,239	91,004
Audit accrual	4,700	4,700
Rental deposit interest	-	4,157
	<u>92,939</u>	<u>99,861</u>

Creditors: amounts falling due in more than one year

Rental deposit	-	75,000
Grants payable	39,623	49,709
	<u>39,623</u>	<u>124,709</u>

Tower Hill Trust

Financial Statements for the year ended 30th April 2009

Notes (Continued)

10. Tangible Fixed Assets

	Freehold UK Investment Property £	Fixtures Fittings and Equipment £	Total £
Cost/Valuation			
At 1 st May 2008	1,101,000	3,281	1,104,281
Revaluation during the period	-	-	-
	<u>1,101,000</u>	<u>3,281</u>	<u>1,104,281</u>
At 30 th April 2009	<u>1,101,000</u>	<u>3,281</u>	<u>1,104,281</u>
Depreciation			
At 1 st May 2008 and 30 th April 2009	-	(3,281)	(3,281)
	<u>-</u>	<u>(3,281)</u>	<u>(3,281)</u>
Net book value			
At 30 th April 2009	<u>1,101,000</u>	<u>-</u>	<u>1,101,000</u>
At 30 th April 2008	<u>1,101,000</u>	<u>-</u>	<u>1,101,000</u>

The Trust's principal freehold investment property was valued at 26th July 2007 by Jones Lang Lasalle, external valuers, in accordance with the requirements of the RICS Appraisal and Valuation Standards. The Trustees consider that there has been no material change to the assumptions made and the value since that valuation date. The historical cost of the freehold UK investment property is £226,526 (2008 - £226,526).

11. Reimbursed Expenses

No expenses were reimbursed to the Trustees during the year.

12. Statement of Funds: Movement in the Year

	At 1 st May 2008	Income	Expenditure	Investment (Losses)	At 30 th April 2009
General fund	<u>4,784,758</u>	<u>219,201</u>	<u>(173,159)</u>	<u>(960,575)</u>	<u>3,870,225</u>

Tower Hill Trust
Financial Statements for the year ended 30th April 2009

Notes (Continued)

13. Grants Payable

	Grants Committed at 1 st . May <u>2008</u>	Grants awarded in the Year	Grants paid in the Year	Grants Committed at 30th April <u>2009</u>
Crisis	31,250	-	25,000	6250
Tower Hamlets Opportunities Group	2,000	-	2,000	-
SSAFA Forces Help	1,000	-	-	1000
Tower Hamlets Friends & Neighbours	6,000	-	6,000	-
Stiches In Time	2,500	-	2,500	-
Darul Ummah Girls Group (Da'Watal)	200	-	-	200
Ensign Youth Club	4,127	-	3,860	267
Island Neighbourhood Project	3,435	-	3,435	-
Newark Youth London	1,996	-	1,995	-
Peabody Trust (for John Fisher)	6,000	-	4,000	2,000
City of London School for Boys	12,867	-	6,334	6,534
City of London School for Girls	43,513	-	4,125	39,388
Historic Royal Palaces	7,455	-	7,455	-
Tower Hamlets Pensioners Forum	1,500	1,000	2,500	-
Wapping Bangladesh Association	9,375	-	9,375	-
Attlee Foundation	3,299	-	3,299	-
Departure (London City Mission)	1,062	-	460	602
Swan Housing Association	3,134	-	3,134	-
Harbinger Primary School	-	3,605	3,605	-
Friends of Arnold Circus	-	7,550	-	7,550
Wapping Bangladesh Association	-	3,500	3,500	-
All Hallows Church	-	10,000	-	10,000
Alternative Arts	-	1,500	1,500	-
Kollun Women's Welfare	-	2,000	2,000	-
LBTH Youth Offending Team	-	3,000	-	3,000
Ocean Youth Connexions	-	1,000	1,000	-
Royal Mint T&RA	-	1,500	-	1,500
Voces Cantabiles Music	-	6,000	6,000	-
Bangladesh Youth Movement	-	2,225	2,225	-
Mulberry School for Girls	-	10,921	10,921	-
Common Ground East	-	8,000	5,000	3,000
Tower Hamlets Summer University	-	8,260	8,200	60
Zacchaeus Project (BG Methodist Ch)	-	7,000	7,000	-
Wapping Women's Centre	-	6,000	6,000	-
Connaught Opera	-	2,850	2,850	-
Glamis Adventure Playground	-	6,000	6,000	-
Arts for All	-	2,500	2,500	-
Island Neighbourhood Project	-	3,000	1,500	1,500
Talawa Theatre Company	-	3,000	3,000	-
Alzheimer's Society Tower Hamlets	-	8,121	-	8,121
Toy House Libraries Association	-	25,340	3,000	22,340
Vallance Community Sports Association	-	5,000	-	5,000
SPLASH	-	3,550	-	3,550
Swan Housing Association	-	6,000	-	6,000
	<u>140,713</u>	<u>148,422</u>	<u>161,273</u>	<u>127,862</u>