

THE GEORGE FENTHAM BIRMINGHAM CHARITY

**TRUSTEES' REPORT AND
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED
31 DECEMBER 2016**

Charity number 214487

**THE GEORGE FENTHAM BIRMINGHAM CHARITY
REFERENCE & ADMINISTRATIVE INFORMATION**

Registered Charity number 214487

The Trustees who served during the year are as follows:

Appointed by the City Council

Mrs D. Duggan (Vice-Chair)

Appointed by the University of Birmingham

Ms E. Jones
Ms N. Saiyed

Appointed by Birmingham Settlement

Mr M Holcombe
Mr A.H. Malik

Co-opted Trustees

Mr B. Earp
Mr J.M. Bower (Chairman)
Mrs M. Martin (retired 23 January 2017)
Mr D. Ridgway
Ms M. Flynn

Secretary to the Trustees and Principal Office

Ms Jaime Parkes
Veale Wasbrough Vizards LLP, Second Floor, 3 Brindley Place,
Birmingham B1 2JB

Website

www.georgefenthamcharity.org.uk

Independent Examiner and Accountants

Simon Atkins BSc (Hons), FCA, PKF Cooper Parry Group Limited,
Park View, One Central Boulevard, Blythe Valley Park, Solihull B90 8BG

Bankers

Lloyds Bank Plc., 114/116 Colmore Row, Birmingham B3 3BD

Solicitors

Veale Wasbrough Vizards LLP, Second Floor, 3 Brindley Place,
Birmingham B1 2JB

Investment Managers

Smith & Williamson, 3rd Floor, 9 Colmore Row, Birmingham, B3 2BJ

THE GEORGE FENTHAM BIRMINGHAM CHARITY

TRUSTEES' REPORT

The Trustees present their Report and the financial statements of the Charity for the year ended 31 December 2016.

Structure, Governance and Management

Governing Document

The Trust is an unincorporated charity governed by a Scheme of the Charity Commissioners sealed on 30 May 1996, replacing the original Scheme dated 27 July 1906.

By Resolution dated 28 July 2008 the Trustees exercised the power conferred by Section 74D of the Charities Act 1993 (as amended by the Charities Act 2006) to modify the Scheme dated 30 May 1996 that governs the Charity, to remove the nomination rights of Birmingham Voluntary Service Council and to substitute in their place nomination rights in favour of Birmingham Settlement (Charity Number 517303).

By Resolution dated 31 October 2012 the Trustees exercised the power conferred by Section 280 of the Charities Act 2011 to modify the Scheme dated 30 May 1996 that governs the charity to further amend the nomination rights and the makeup of the body of Trustees.

Recruitment and Appointment of Trustees

The Trustees who served during the year are set out on page 1.

The body of Trustees shall consist when complete of twelve competent persons being six Nominated Trustees and six Co-opted Trustees. The Co-opted Trustees shall be persons who through residence, or occupation or employment, or otherwise have special knowledge of the City of Birmingham. The nominated Trustees shall be appointed as follows: two by Birmingham City Council, two by Birmingham Settlement and two by the Council of the University of Birmingham. Future Co-opted Trustees shall be appointed by a resolution of the existing Trustees. Future Nominated Trustees shall be appointed according to the ordinary practice of the appointing body.

Trustee Induction and Training

The Trustees take such action as they consider necessary to keep themselves informed of changes in charity law and governance.

Risk Management

The Trustees keep under review the major strategic and operational risks which the Charity faces and are satisfied that systems have been established in order to minimise the possible effects of such risks on the Charity.

The principal risks faced by the Trust lie in the performance of investments and the capacity of the Trust to make effective grants.

Further detail regarding investment risk is provided in note 7 to the financial statements and the Trust mitigates its exposure to the variability of investment returns by retaining expert investment managers and having a diversified portfolio.

The risk of lack of capacity to make effective grants is mitigated in part by the establishment of a sub-committee to deal with educational grants and by the retention of a professional Secretary to the Trustees who is an expert in the field of charity law.

Organisational Structure

All matters of policy and management are determined at the regular meetings of the Trustees usually held four times a year.

The Trustees have appointed a sub-committee to deal with educational grant applications. The Trustees who served during the year are: Mr J.M. Bower, Ms N. Saiyed, Mrs D. Duggan, Mr A.H. Malik and Ms M Flynn.

The Trust does not employ any staff and hence has no paid key management personnel.

THE GEORGE FENTHAM BIRMINGHAM CHARITY

TRUSTEES' REPORT for the year ended 31 December 2016 (continued)

Objectives, Activities and Grant Policy

Under the terms of a Scheme of the Charity Commissioners the Trustees are required, subject to the payment of expenses, to apply the income of the Charity:

- 1) for relief in need generally; either generally or individually to persons resident in the City of Birmingham who are in conditions of need, hardship or distress.
- 2) for relief in need in relation to education; in promoting the education of persons under the age of 25 years who are in need of financial assistance and who are ordinarily and not solely for the purposes of their education resident in the City of Birmingham or who have a parent or parents so resident.

Applications should be made through the secretary at the address shown on page 1 or forms are available to download on the Charity's website.

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives in establishing its grant making policy and planning future activities.

In particular, the Trustees have considered how planned activities will contribute to the aims and objectives set.

Achievements, Performance and Financial Review

The Trust's financial statements are set out on pages 6 to 15. There was a decrease in the Trust's income for the year of £483 to £200,334. Of this £734 has been transferred to the Capital Replacement Fund in accordance with an order of the Charity Commissioners and £50,766 has been expended on support costs, governance and costs of generating funds.

Income available for distribution for the year amounted to £149,758 which with the undistributed income of £28,276 brought forward from previous years gave a total of £178,034 available for the Trust's charitable objects.

The Trustees have utilised the services of Age Concern Birmingham, Birmingham Settlement and St Basils to act as agents of the Charity and make distributions by way of small charitable grants on the Trustees behalf.

General grants and donations made during the year, including those paid by the Charity's agents, amounted to £141,497 and a further £36,440 was expended on grants for higher education. Undistributed income at 31 December 2016 totalled £21,398.

Realised gains of £158,345 have been made on the sale of investments during the year and the market value of the Trust's investments increased by £534,319.

Reserves Policy

It is the policy of the Trustees to distribute the majority of the unrestricted income each year and to hold very little in the way of reserves. As a result of special dividends received in recent years the balance held at the year end exceeds the usual amounts.

The Trustees are of the opinion that the balance sheet discloses funds adequate for the purpose of fulfilling the obligations of the Trust.

Investment Policy

There are no restrictions on the Charity's power to invest. The Trustees have appointed Investment Managers on a discretionary basis who report to the Trustees at their regular meetings.

THE GEORGE FENTHAM BIRMINGHAM CHARITY

REPORT OF THE TRUSTEES for the year ended 31 December 2016 (continued)

Investment Policy (continued)

The Trustees' objectives are:

- 1) the creation of a sufficient financial return to enable the Trust to carry out its purposes effectively and without interruption. To achieve this the Trustees set annual targets for net income. The target for the year ended 31 December 2016 was £155,000.
- 2) the maintenance and enhancement of the investment funds in real terms whilst they are invested.
- 3) to obtain a reasonable balance between capital growth and income so that the Trust can meet future as well as current needs.
- 4) to avoid investments that are unduly risky.

The funds may be invested in any type of investment. The Trustees' policy is to invest in an appropriate mix of assets e.g. property, equities, fixed interest and monetary assets. The Trustees recognise that the returns on equities, while expected to be greater over the longer-term than those of fixed interest and monetary assets, are likely to be more volatile. Investment in a mix of asset classes should nevertheless provide the levels of return required and mitigate volatility for the Trust to achieve its objectives.

The Trustees have considered and after consideration have decided not to pursue a policy of ethical investments.

Plans for Future Periods

The Trustees plan to continue their policy of maximising the Trust's income with a view to at least maintaining the level of grants awarded.

Statement of Trustees' Responsibilities for the financial statements

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 the Trust's affairs and of the incoming resources and application of resources of the Charity for that period.

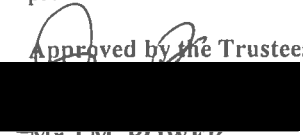
In preparing these financial statements, the Trustees are required to:

- (a) select suitable accounting policies and apply them consistently;
- (b) observe the methods and principals in the Charities SORP;
- (c) make judgements and estimates that are reasonable and prudent;
- (d) state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- (e) prepare the financial statements on a going concern basis unless it is considered inappropriate to presume that the Trust will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Trust and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust Deed.

The Trustees are also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Trustees on 26 July 2017 and signed on their behalf by:


MF J.M. BOWER
Chairman

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE GEORGE FENTHAM BIRMINGHAM CHARITY**

I report on the financial statements of the Charity for the year ended
31 December 2016.

Respective responsibilities of Trustees and Examiner

The Charity's Trustees are responsible for the preparation of the financial statements. The Charity's Trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

- examine the financial statements under section 145 of the 2011 Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

Basis of the Independent Examiner's Report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the Charity and a comparison of the financial statements with those records. It also includes consideration of any unusual items or disclosures in the financial statements and seeking explanations from you as Trustees of any such matters. The procedures undertaken do not provide all the evidence that would be required for an audit and consequently no opinion is given as to whether the financial statements present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent Examiner's Statement

In connection with my examination, no matter has come to my attention:

1. which gives me reasonable cause to believe that in any material respect the requirements
 - to keep accounting records in accordance with section 130 of the 2011 Act; and
 - to prepare financial statements which accord with the accounting records and to comply with the accounting requirements of the 2011 Acthave not been met; or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.


Simon Atkins BSc (Hons), FCA
PKF Cooper Parry Group Limited

26 July 2017

No.8 Calthorpe Road
Edgbaston
Birmingham
B15 1QT

THE GEORGE FENTHAM BIRMINGHAM CHARITY

STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 December 2016

	Notes	Unrestricted Income Fund £	Endowed and Restricted Capital Funds £	Total 2016 £	Total 2015 £
Income and endowments from					
Investments					
Dividend & fixed interest receipts		200,260		200,260	200,707
Interest on bank and other deposits		27		27	54
Interest on investment managers account		47		47	56
Total Income and endowments		<u>200,334</u>		<u>200,334</u>	<u>200,817</u>
Expenditure on					
Costs of generating funds					
Investment management fees		7,345	22,035	29,380	20,565
Charitable Activities					
Grants	2	177,937		177,937	222,297
Support costs	3	17,596		17,596	16,228
		<u>195,533</u>		<u>195,533</u>	<u>238,525</u>
Governance Costs	4	<u>3,600</u>		<u>3,600</u>	<u>3,600</u>
Total Expenditure		<u>206,478</u>	<u>22,035</u>	<u>228,513</u>	<u>262,690</u>
Other Recognised Gains					
Listed investments					
Realised			158,345	158,345	103,897
Unrealised			534,319	534,319	(193,449)
			<u>692,664</u>	<u>692,664</u>	<u>(89,552)</u>
Net income/expenditure before transfers		(6,144)	670,629	664,485	(151,425)
Transfers between funds	9	(734)	734	-	-
Net Income/Expenditure		<u>(6,878)</u>	<u>671,363</u>	<u>664,485</u>	<u>(151,425)</u>
Reconciliation of Funds					
Balances b/fwd at 1 January 2015		28,276	5,808,111	5,836,387	5,987,812
Fund Balances at 31 December 2016		<u>21,398</u>	<u>6,479,474</u>	<u>6,500,872</u>	<u>£5,836,387</u>

The Statement of financial activities included all gains and losses recognised in the year.
All incoming resources and resources expended derive from continuing operations.

The notes on pages 8 to 15 form part of these financial statements

THE GEORGE FENTHAM BIRMINGHAM CHARITY

BALANCE SHEET 31 December 2016

	Notes	2016 £	2015 £
Fixed Assets			
Investment properties	6	25,000	25,000
Investments	7	6,423,725	5,756,963
		<u>6,448,725</u>	<u>5,781,963</u>
Current Assets			
Funds held by Investment Managers		9,636	7,957
Funds held by Agents		12,378	8,702
Bank balances		31,128	41,464
Tax repayment due		7,090	4,116
		<u>60,232</u>	<u>62,239</u>
Liabilities: amounts falling due within one year			
Sundry creditors	8	(8,085)	(7,815)
		<u>8,085</u>	<u>(7,815)</u>
Net Current Assets			
		<u>52,147</u>	<u>54,424</u>
Total Assets less Current Liabilities			
		<u>6,500,872</u>	<u>£5,836,387</u>
Funds			
	9		
Principal Fund - Endowed		6,454,391	5,783,762
Capital Replacement Fund - Restricted		25,083	24,349
		<u>6,479,474</u>	<u>5,808,111</u>
Undistributed Income - Unrestricted		21,398	28,276
		<u>6,500,872</u>	<u>£5,836,387</u>

The notes on pages 8 to 15 form part of these financial statements

The financial statements set out on pages 6 to 15 were approved by the Trustees on 26 July 2017 and signed on their behalf by:


Mr J.M. Bower - Chairman

THE GEORGE FENTHAM BIRMINGHAM CHARITY

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2016

1. Summary of significant accounting Policies

(a) General information and basis of preparation

The George Fentham Birmingham Charity is an unincorporated charity in the United Kingdom. The address of the office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are the making of grants for the relief of hardship.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) issued on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

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 the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

(b) Funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

THE GEORGE FENTHAM BIRMINGHAM CHARITY

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2016 (continued)

(b) Funds (continued)

Endowment funds represent those assets which must be held permanently by the charity, principally investments. Income arising on the endowment funds can be used in accordance with the objects of the charity and is included as unrestricted income. Any capital gains or losses arising on the investments form part of the fund. Investment management charges and legal advice relating to the fund are charged against the fund.

(c) Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Investment income is earned through holding assets for investment purposes such as shares and property. It includes dividends, interest and rent. Where it is not practicable to identify investment management costs incurred within a scheme with reasonable accuracy the investment income is reported net of these costs. It is included when the amount can be measured reliably. Interest income is recognised using the effective interest method and dividend and rent income is recognised as the charity's right to receive payment is established.

(d) Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under the headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Expenditure on charitable activities includes grants awarded together with the administrative costs of operating the charity.
- Other expenditure represents those items not falling into the categories above.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Where grants are conditional relating to performance then the grant is only accrued when any unfulfilled conditions are outside of the control of the charity.

(e) Support costs allocation

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity.

THE GEORGE FENTHAM BIRMINGHAM CHARITY

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2016

(f) Investments

Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains/(losses) on investments' in the SoFA if the shares are publicly traded or their fair value can otherwise be measured reliably. Other investments are measured at cost less impairment.

Current asset investments are short term highly liquid investments and are held at fair value. These include cash on deposit and cash equivalents with a maturity of less than one year.

(g) Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

(h) Tax

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charity for UK corporation tax purposes.

(i) Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

THE GEORGE FENTHAM BIRMINGHAM CHARITY

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2016 (continued)

2. Grants

	Number	2016 £	Number	2015 £
Grants to Individuals	29	28,100	12	20,600
Grants to Organisations	61	149,837	70	201,697
		<u>177,937</u>		<u>£222,297</u>

The sum of £3,000 (2015 - £4,000) was paid to Age Concern Birmingham, £13,000 (2015 - £13,000) to Birmingham Settlement and £9,000 (2015 - £9,000) to St Basils who, acting as agents of the Charity, made distributions by way of small charitable grants. At 31 December 2016 the respective organisations held unspent balances of £4, £11,569 and £805.

In addition, the following material grants were made to organisations:

	£
Ace Dance and Music	2,000
Asthma Relief	1,600
Back Up	1,950
Barnardo's	5,000
Beanstalk	1,782
Birmingham Community Hosting Network	2,500
Birmingham Hippodrome Theatre Trust Ltd	2,000
Birmingham Phab Camps	6,000
Birmingham People's Centre	2,750
Birmingham Repertory	2,500
Birmingham Royal Ballet	3,000
Birmingham Settlement	6,500
Birmingham St Mary's Hospice	3,500
BMOS Music Theatre	2,500
The Bridge – Oasis Church Trust	2,000
British Wireless for the Blind	1,935
Cardboard Citizens	2,000
Care Link West Midlands	1,500
Craftspace	1,500
CCHF All About Kids	2,000
City of Birmingham Symphony Orchestra	2,000
Caudwell Children	2,000
The Cotteridge Church Day Centre	2,000
Cruse Bereavement Care	3,000
Ex Cathedra	3,000
Dream Holidays	4,500
Friends of Victoria School	2,000
Hall Green Community Church	1,500
Happy Days Children's Charity	4,000
Marie Curie Cancer Care	5,000
Orchestra of the Swan	2,500
Performances Birmingham Limited	1,750
The Personal Support Unit (PSU)	2,000
React	3,746
Revitalise Respite Holidays	3,460
Royal Birmingham Society of Artists	2,000
Sports 4 Life UK	2,000
The Stonehouse Gang	1,770
Sudden Productions	2,000
Uni. Of Birmingham A2B Scholarship Fund (donation)	8,340
Variety	1,700
carried forward	<u>114,783</u>

THE GEORGE FENTHAM BIRMINGHAM CHARITY

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2016 (continued)

2. Grants (continued)

brought forward		114,783
	41	114,783
Age Concern, Birmingham Settlement & St Basils, net grants	3	21,324
Grants of £1,000 and under	17	13,730
Total grants to Organisations	61	149,837

3. Support costs

	2016	2015
	£	£
Secretary's fee	17,412	16,080
Sundry expenses	184	148
	<u>17,596</u>	<u>£16,228</u>

4. Governance costs

Accountancy and examination fees	3,600	3,600
	<u>3,600</u>	<u>£3,600</u>

5. Trustees' Remuneration and Employees

No remuneration was paid or payable in respect of the year out of the funds of the Trust either directly or indirectly to any Trustee or to any person known to be connected with them. No expenses were paid or reimbursed to any Trustee in the year.

Ms Jaime Parkes is an associate of Veale Wasbrough Vizards LLP to whom £17,412 was paid for her services as Secretary to the Trust.

There were no full or part time employees during the year and hence the Trust does not have any key management personnel.

6. Investment Property

The Trust holds one freehold investment property which has no recorded cost. The site known as Bateman's Garage was valued at £25,000 by real estate advisers DTZ in 1999 and is included in the financial statements at this figure.

THE GEORGE FENTHAM BIRMINGHAM CHARITY

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2016 (continued)

7. Investments

	2016 £	2015 £
Cost of investments listed on a recognised Stock Exchange		
At 1 January 2016	4,285,587	4,208,338
Additions	383,183	477,676
Cost of sales	(237,985)	(400,427)
At 31 December 2016	<u>4,430,785</u>	<u>4,285,587</u>
Surplus on revaluation		
At 1 January 2016	1,412,022	1,605,471
Increase/(Decrease) in year	534,319	(193,449)
At 31 December 2016	<u>1,946,341</u>	<u>1,412,022</u>
Market Value		
At 31 December 2016	<u>6,377,126</u>	<u>£5,697,609</u>
Investments at market value comprised:		
Fixed interest securities	1,296,229	1,228,205
Equities	2,679,974	2,468,146
Unit and investment trusts	2,046,823	1,721,973
Alternative investments	354,100	279,285
Uninvested cash	6,377,126 46,599	5,697,609 59,354
At 31 December 2016	<u>6,423,725</u>	<u>£5,756,963</u>

At 31 December 2016 the Trust held no investments which individually represented in excess of 5% of the total value of the portfolio.

The fair value of listed investments is determined by reference to the quoted price for identical assets in an active market at the balance sheet date.

All investments are carried at their fair value. Investments in equities and fixed interest securities are all traded in quoted public markets, primarily the London Stock Exchange. Holdings in common investment funds, unit trusts and open-ended investment companies are at the bid price. The basis of fair value for quoted investments is equivalent to the market value, using the bid price. Asset sales and purchases are recognised at the date of trade at cost (that is their transaction value).

The main risk to the Charity from financial instruments lies in the combination of uncertain investment markets and volatility in yield. The Charity is reliant on dividend yield to finance its work. Liquidity risk is anticipated to be low as all assets are traded. The Charity's investments are mainly traded in markets with good liquidity and high trading volumes. The Charity has no material investment holdings in markets subject to exchange controls or trading restrictions.

The Charity manages these investment risks by retaining expert advisors and operating an investment policy that provides for a high degree of diversification of holdings within investment classes that are quoted on recognised stock exchanges. The Charity does not make use of derivatives and similar complex financial instruments as it takes the view that investments are held for their longer term yield total return and historic studies of quoted financial instruments have shown that volatility in any particular 5-year period will normally be corrected.

THE GEORGE FENTHAM BIRMINGHAM CHARITY

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2016 (continued)

8. Sundry creditors

	2016 £	2015 £
Veale Wasbrough Vizards LLP	4,485	4,215
PKF Cooper Parry Group Ltd	3,600	3,600
	<u>8,085</u>	<u>£7,815</u>

9. Movements in Funds

	Principal Fund (Endowed) £	Capital Replacement Fund (Restricted) £	Undistributed Income Fund (Unrestricted) £	Total £
At 1 January 2015	5,783,762	24,349	28,276	5,836,387
Net incoming/(outgoing) resources before transfers	(22,035)		(6,144)	(28,179)
Surplus/(deficit) on investments				
Realised	158,345			158,345
Unrealised	534,319			534,319
	<u>6,454,391</u>	<u>24,349</u>	<u>22,132</u>	<u>6,500,872</u>
Transfers between funds				
Replacement of Capital		248	(248)	-
Interest on uninvested funds		486	(486)	-
		<u>734</u>	<u>(734)</u>	<u>-</u>
	<u>6,454,391</u>	<u>25,083</u>	<u>21,398</u>	<u>6,500,872</u>

Under a Capital Replacement Order of the Charity Commissioners dated 20 September 1979 the Trustees are required to invest annually over 40 years the sum of £247.50. Income is to be reinvested until 12 months after the last payment.

The Principal Fund forms the Charity's endowment and is not available for distribution. The income of the fund is used for the objects of the Charity.

THE GEORGE FENTHAM BIRMINGHAM CHARITY

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2016 (continued)

10. Analysis of Assets between Funds

	Principal (endowed) £	Capital Replacement (restricted) £	Undistributed Income (unrestricted) £	Total £
Investment properties	25,000			25,000
Listed investments	6,377,126	-		6,377,126
Uninvested cash	46,599	-		46,599
Funds held by Investment Managers			-	
Funds held by Agents			9,636	9,636
Bank balances	5,666	25,083	12,378	12,378
Tax repayment due			379	31,128
			7,090	7,090
	<u>6,454,391</u>	<u>25,083</u>	<u>29,483</u>	<u>6,508,957</u>
Less Sundry creditors			(8,085)	(8,085)
	<u>6,454,391</u>	<u>25,083</u>	<u>21,398</u>	<u>6,500,872</u>

THE GEORGE FENTHAM BIRMINGHAM CHARITY

DISTRIBUTIONS year ended 31 December 2016

	2016 £	2015 £
General Grants to Organisations		
Ace Music and Dance	2,000	-
Acorns Children's Hospice	-	2,400
Action for Sick Children	-	1,500
Action for Blind People	-	1,500
All Saints Youth Project	-	-
Asthma Relief	1,600	1,600
Barnardo's	5,000	5,000
Back Up	1,950	-
Beanstalk	1,782	1,362
Big Brum Theatre in Education	-	2,000
Birmingham Centre for Arts Therapies	-	3,000
Birmingham City Mission	-	6,750
Birmingham Community Hosting Network	2,500	2,500
Birmingham Crisis Centre	-	3,000
Birmingham Federation of Clubs for Young People	-	4,000
Birmingham Hippodrome Theatre Trust Ltd	2,000	2,000
Birmingham Opera Company	-	2,000
Birmingham Pen Trade Heritage Association	-	3,000
Birmingham Phab Camps	6,000	6,000
Birmingham People's Centre	2,750	-
Birmingham Repertory	2,500	2,100
Birmingham Royal Ballet	3,000	3,000
Birmingham Samaritans	1,000	1,000
Birmingham Settlement	6,500	6,500
Birmingham St Mary's Hospice	3,500	5,000
Birmingham Tribunal Unit	-	3,000
Blue Orange Arts Ltd	-	3,800
BMOS Musical Theatre Company	2,500	-
The Bridge -- Oasis Church Trust	2,000	-
British Wireless for the Blind	1,935	-
Cambridge Road Methodist Church	-	1,000
Care Link West Midlands	1,500	-
Cardboard Citizens	2,000	-
Carrs Lane Counselling Centre	1,000	1,250
Cauldwell Children	2,000	-
CCHF All About Kids	2,000	-
CF Dream Holidays	4,500	4,500
CHICKS	1,000	-
Childrens Liver Disease Foundation	-	1,000
The Choir with No Name	1,000	-
City of Birmingham Symphony Orchestra	2,000	-
The Cotteridge Church Day Centre	2,000	-
Craftspace	1,500	1,500
Cruse Bereavement Care	3,000	2,500
Deafblind UK	-	1,000
Dyspraxia Foundation	500	-
Elim Church, Kingstanding	-	2,000
Emmanuel Community Church	-	-
Erdington Methodist	-	1,000
E R Mason Youth Centre	-	3,000
Ex Cathedra	3,000	4,000
The Extra Care Charitable Trust	1,000	1,000
Foundation for Conductive Education	300	-
Friends of Victoria School	2,000	2,000
Hall Green Community Church	1,500	-
Happy Days Children's Charity	4,000	4,000
Holy Trinity Parish Church	-	5,000
Home Start Bartley Green & Quinton	-	2,000
House of Play + Education	-	2,000
Inter City Camp Trust	950	-
Kids Adventure BCU	350	-
Kingsbury Training Centre	-	1,000
	<hr/>	<hr/>
carried forward	85,617	111,762

THE GEORGE FENTHAM BIRMINGHAM CHARITY

Appendix 1b

DISTRIBUTIONS year ended 31 December 2016 (continued)

	2016 £	2015 £
General Grants to Organisations (continued)		
brought forward	85,617	111,762
La Pepiniere Ministries Birmingham	1,000	1,000
Lench's Trust	-	5,000
Marie Curie Cancer Care	5,000	5,000
Martineau Gardens	-	5,250
Meningitis Trust	-	2,000
Myaward	-	2,000
Narhex Sparkhill	-	1,690
NDCS	-	2,500
New Hope Birmingham	-	3,000
The Norman Laud Association	1,000	1,583
North Birmingham Gingerbread Group	800	1000
Northfield Eco Centre	-	2,000
Orchestra of the Swan	2,500	
The Outward Bound Trust	-	3,000
Performance Birmingham Limited	1,750	-
Personal Support Unit (PSU)	2,000	-
React	3,476	3,306
Relate, Birmingham	-	2,000
Revitalise Respite Holidays	3,460	3,460
Royal Birmingham Society of Artists	2,000	-
St Anne's Hostel	800	3,000
Saturday Morning Play Scheme	1,000	-
Shakespeare Birthplace Trust	1,000	-
Special Olympics City of Birmingham	500	-
Sports 4 Life UK	2,000	2,000
St Martin's Centre for Health & Healing	-	3,000
The Stonehouse Gang	1,770	2,000
Sudden Productions	2,000	2,000
Theodora Children's Trust	-	1,000
THSH Performances Birmingham	-	1,750
Triple 'H' Trust	800	800
Uni. Of Birmingham A2B Scholarship Fund (donation)	8,340	-
Variety	1,700	-
Whitemoor Lakes/NAYC	-	2,000
Whizz-Kidz	-	2,500
	<u>128,513</u>	<u>175,601</u>
Distribution of small grants to individuals by organisations acting as agents of the Charity		
Age Concern Birmingham	4,948	2,848
Birmingham Settlement	7,926	14,495
St Basils	8,450	8,753
	<u>149,837</u>	<u>201,697</u>
Higher Educational Grants	28,100	20,600
Total Distributions	<u><u>177,937</u></u>	<u><u>£222,297</u></u>