The True Colours Trust

ANNUAL REPORT

5 APRIL 2019
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Legal and Administrative
The True Colours Trust (No. 1089893) was established under a Trust Deed dated 20 August 2001.

Trustees
Lucy Sainsbury (Chair)
Tim Price
Dominic Flynn
Bernard Willis (to 12 December 2018)
David Wood (from 12 December 2018)

Registered Office
The Peak, 5 Wilton Road
London SW1V 1AP

Principal Officers
Alan Bookbinder Director of the Sainsbury Family Charitable Trusts (to 31 August 2018)
Robert Bell Director of the Sainsbury Family Charitable Trusts (from 1 September 2018)
Karen Everett Finance Director of the Sainsbury Family Charitable Trusts
Jo Ecclestone Ford Lead Executive of The True Colours Trust
Catherine Gathercole Executive of The True Colours Trust
Elaine Ponte Executive of The True Colours Trust

Bankers
Child & Co
1 Fleet Street
London EC4Y 1BD

Solicitors
Portrait Solicitors
21 Whitefriars Street
London EC4Y 8JJ

Auditors
Crowe U.K. LLP
St Bride's House, 10 Salisbury Square
London EC4Y 8EH

Investment Advisers
Cazenove Capital (to 5 April 2019)
12 Moorgate
London EC2R 6DA

Sarasin & Partners LLP (from 5 April 2019)
Juxon House
100 St Paul's Churchyard
London EC4M 8BU

Investment Powers
The Trust Deed empowers the Trustees to appoint investment advisers who have discretion to invest the funds of the Trust within guidelines established by the Trustees.

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

The True Colours Trust is passionate about making a difference to the lives of disabled children and their families and improving access to palliative care. True Colours works in the UK and Africa and its grant-making is focused on the following three areas:

- Improving service delivery and support offered to children with complex disabilities, their families and siblings in the UK.
- Strengthening palliative care services for children, and their families in the UK.
- Promoting and developing palliative care for adults and children in Africa, including improving access to appropriate pain relief.

True Colours has developed a framework of grant-making which enables it to make positive change today, tomorrow and in the future. This is done through small grants to local initiatives, multi-year grants to build sustainable organisations, and long-term investments towards advocacy and policy change.

True Colours works closely with organisations that share its ambitions to provide imaginative, practical and often ground-breaking services in addition to delivering programmes that bring about sustained change whether at the level of policy or practice. Our work focuses on the major barriers and challenges experienced by families, children and young people.

The Trustees are advised by Maggie Baxter OBE, Dame Christine Lenehan, Dr Linda Maynard and Lisa Spinks. In order to avoid any conflict of interest, no adviser is party to any of the Trustees’ discussions regarding organisations with which they are associated. True Colours understands the need for its work to be informed by stakeholders wherever possible and last year appointed Lisa Spinks as a parent adviser. The Trust also regularly consults a group of parents on new areas of work where appropriate and their feedback has been vital in developing new projects and identifying gaps in the sector.

The Trustees who served during the year are listed on page 2. Trustees are appointed by the Chair, in consultation with existing Trustees, and are provided with relevant information relating to their responsibilities. The Trustees are responsible for the overall direction and supervision of The True Colours Trust; they set the Trust’s strategy, review proposals and approve grants. The Trustees delegate day-to-day operations to the Trust’s Lead Executive, Jo Ecclestone Ford.

Palliative Care in Africa

True Colours continues to focus its funding in Africa on work to improve access to palliative care for adults and children, prioritising the need for appropriate pain relief and the integration of palliative care services into established health systems.

True Colours’ work aims to address the shocking inequity in global access to palliative care and pain relief in order to relieve preventable suffering. The findings of the 2017 report by the Lancet Commission on Global Access to Palliative Care and Pain Relief\(^1\) still hold true.

\(^1\) Knaul FM, Farmer PE, Krakauer EL et al on behalf of the Lancet Commission on Palliative Care and Pain Relief Study Group. Alleviating the access abyss in palliative care and pain relief—an imperative of universal health coverage: the Lancet Commission report. The Lancet, Vol. 391, No. 10128, Published: October 12, 2017
We know that:

- 90% of the morphine distributed worldwide is consumed by the richest 10% of the global population.
- An estimated US $145 million per year\(^2\) would close the gap in palliative care need and bring relief to millions suffering preventable pain.
- Just over US $1 million per year\(^3\) would meet the morphine needs of all children with serious health related suffering in low-income countries.
- The cost of the essential package of palliative care and pain relief in low- and middle-income countries is just over 1% of low- and middle-income countries' per capita health expenditure.

We know that that no country can meet Sustainable Development Goal 3 on Universal Health Coverage\(^4\) without including palliative care and pain relief in its healthcare, and we also know that the best way to provide palliative care is through an existing public health system.

This year the Trustees were delighted to provide a multi-year grant to Island Hospice and Healthcare (Island) to support its work with Zimbabwe's Ministry of Health and Child Care. Island and the Ministry are implementing a national programme to integrate palliative care into the national public health system based on the 'roadmap' developed by the 'Zimbabwean Palliative Care Task Force', which we funded the year before. The leadership and public commitment to palliative care shown by the Ministry of Health and Child Care has been exemplary, most notably by Major General Dr Gwinji (rtd), the Secretary for Health and Child Care and Dr Manangazira, the Director of Epidemiology and Disease Control.

This is the third time True Colours has supported a national programme to integrate palliative care into a public health system: Kenya (2011 – 2016), Malawi (2011 onwards) and now Zimbabwe. In each case we have supported the costs of training and mentorship for government staff and community volunteers while government has borne the costs of medicines and the health system itself. The model has been incredibly successful – as noted last year Malawi has seen a 449% increase in the number of adults accessing palliative care and a 708% increase in the number of children accessing palliative care. Similarly, in Kenya the number of patients accessing palliative care has grown exponentially since integration of services began in earnest. We have equally high hopes for the impact of our grant in Zimbabwe.

The importance of strong advocates and umbrella organisations in this emerging field cannot be underestimated. The Trust continues to be impressed by the leadership and technical support that the African Palliative Care Association (APCA) offers palliative care providers across Africa, particularly through our Small Grants programme for which we provided further support this year alongside an existing multi-year grant towards APCA’s core costs.

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\(^2\) At best international prices
\(^3\) At best international prices
\(^4\) SDG 3.8 ‘Achieve universal health coverage, including financial risk protection, access to quality essential health-care services and access to safe, effective, quality and affordable essential medicines and vaccines for all’
True Colours also provided on-going support for:

- The Palliative Care Association of Malawi’s (PACAM) work in district hospitals, in partnership with the Ministry of Health, to integrate palliative care into established public health services in Malawi.
- EMMS International’s work to improve palliative care in Malawi’s rural, hard to reach areas through partnerships with faith-based health facilities which provide 75% of healthcare in these communities.
- Motivation’s work to empower and support disabled children and their families in Malawi.
- SignHealth Uganda’s work in Northern Uganda (through Signal UK) to reduce stigma associated with hearing loss, to increase access to education and to improve the academic achievement of deaf and hearing-impaired children. (A small additional grant was made this year towards salaries for SignHealth Uganda.)

Further details of the Trust’s grants towards work in Africa can be found on page 10.

Disabled Children and Young People with Complex Disabilities and/or Life-limiting and Life-threatening Illnesses in the UK

True Colours is committed to making a positive difference to the lives of children and young people with complex disabilities and/or life-limiting and life-threatening illnesses. Our aim is to provide support which enables these children and their families to live happy, fulfilled lives. This includes access to palliative care which should be a right for all who have a life-limiting or life-threatening illness.

True Colours’ grant-making is always informed by consultations with the sector. This year we have been particularly struck by the need for services to listen to parents and to improve support for families. Last year we launched the Breathing Spaces Fund to improve parent/carer rooms in hospitals. The fund is open until March 2020. This year we have built on this programme by increasing the support available to parents both in hospital and in the community, through a grant to WellChild’s Family Tree Network, an online network of families from across the UK, all of whom have children with exceptional health needs. It enables parents to feel included, supported and listened to.

We have also provided support for siblings through a further grant to Sibs, the national charity for siblings of disabled children, as well as a grant to increase inclusive play equipment in council playgrounds across the UK to provide more opportunities for disabled children to play alongside their non-disabled siblings and friends.

We know that a lack of accurate data on disabled children and children with life-limiting and/or life-threatening illnesses such as age, condition, ethnicity and where they live, makes it difficult to plan, fund and deliver services to meet the needs of every child and their family. This year we provided further support to enable Anne Pinney, the True Colours Data Champion, to provide expert technical support to improve the use and understanding of existing data which is fundamental to commissioning good services. This is in response to the gaps, anomalies and inconsistencies identified through the secondary data analysis we jointly commissioned in 2017 with the Council for Disabled Children. The report5 found that the number of children with complex needs has more than doubled since 2004 and that services have not kept pace. Alongside challenges, the report also identified concrete

opportunities for joint working by key statutory and voluntary agencies to improve the collection and use of data. As our data champion, Anne Pinney has been working alongside key agencies, to facilitate dialogue and joint working with considerable success.

Another notable success this year was the External Review of the True Colours Professorial Chair in Palliative Care for Children and Young People at UCL Great Ormond Street Institute of Child Health, which is held by Professor Myra Bluebond-Langner. The External Review Board’s (ERB) expert panel had nine recommendations to improve the efficacy of the Chair’s unit and impact of its research, all of which were underpinned by the belief that: ‘academic paediatric palliative care [should] continue at ICH/GOSH.’ The ERB’s report also commended ‘the vision and leadership of Lucy Sainsbury and the True Colours Trust’ and noted the calibre of the Chair’s research, particularly on decision making, which the ERB expects will ‘become a gold standard reference in years to come.’ True Colours established the Chair in 2010, it is the first of its kind and the positive findings of the External Review demonstrate the value of risk-taking and long-term commitments in philanthropic funding.

True Colours also provided on-going support for:

- The UK’s first regional Lead Nurse in Neonatal Palliative Care at the Chelsea and Westminster NHS Foundation Trust which is co-funded by the Chelsea and Westminster NHS Foundation Trust and CW+.
- Core support to a number of exceptional organisations working in the sector including Heart n Soul, Sibs, Jessie May, Sky Badger and Flamingo Chicks.

Further details of the Trust’s grants towards work in the UK can be found on pages 9-10.

Small Grants: Africa & UK
True Colours’ small grants programmes in the UK and Africa are integral to its grant-making. The Trust believes that small, local organisations are often the best placed, and best qualified, to meet the needs of their communities but recognise that these organisations often struggle to access funding both nationally and internationally. The Trust’s small grants programmes were designed to support the work of organisations which share True Colours’ values and ambitions. Grants in this category are usually one-off contributions rather than multi-year grants for on-going revenue costs. Summaries of the programmes in Africa and the UK, as well as grants approved this year, can be found on pages 11-15.

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6 Irene J Higginson (chair), OBE, BMEDSci.BMBS PhD FFPHM FRCP FMedSci, Professor of Palliative Care & Policy, Director, Cicely Saunders Institute, and Vice Dean for Research Florence Nightingale Faculty NMPC, King’s College London, UK
Helen Ball, BSc, MA, PhD, Professor of Anthropology, Director, Durham Infancy & Sleep Centre (formerly Parent-Infant Sleep Lab)
Co-Director, Baby Sleep Information Source, Chair, Scientific Committee, Lullaby Trust, Queen’s Anniversary Prize Winner 2018, Department of Anthropology, Durham University, UK
Sir Alan Craft, Kt FRCP FRCPC FFPH FMedSci FRCP FRCR FRCA, Emeritus Professor of Child Health at Newcastle University, UK, President Together for Short Lives
Bregje Onwuteaka-Philipsen, PhD, Professor of end of life research and Chair VUmc Expertise Center for Palliative Care, Department of Public and Occupational Health, VU University Medical Center, EMGO Institute for Health and Care Research, The Netherlands
Joanne Wolfe, MD MPH, Director, Pediatric Palliative Care Boston Children’s Hospital and Division Chief, Pediatric Palliative Care Service Department of Psychosocial Oncology and Palliative Care, Dana-Farber Cancer Institute, USA Professor in Pediatrics, Harvard Medical School
Applications
True Colours welcomes unsolicited applications for its small grants programmes, both in the UK and in Africa. We are keen to make these programmes available to as many organisations as possible; it is therefore unlikely that any organisation will be funded in consecutive years. More information on the programmes and how to apply can be found on the Trust’s website: www.truecolourstrust.org.uk.

Applications for the Trust’s other programmes are generally invited by the Trustees or initiated at their request. The Trust is keen to learn more about organisations whose work fits into its areas of focus, but unsolicited applications are not encouraged and are unlikely to be successful.

Future Plans
The Trust is committed to making a difference in the lives of disabled children and their families and supporting people with life-limiting and/or life-threatening illnesses in the UK and Africa now and in the future. It will continue to support activities in the areas outlined in the Trustees’ report with a particular focus on supporting parents and families; identifying and supporting champions; and integrating palliative care into public health systems in Africa.

Reserves Policy
In the year under review, there was a planned deficit of income over expenditure on the unrestricted funds of £1,959,869 (2018: £2,654,266). This has been funded by a transfer from expendable endowment. Whenever this may be necessary in the future, the Trustees are prepared to fund grant commitments from expendable endowment.

Although some grants have been accrued, others totalling £506,495 (2018: £1,184,515) have not been provided for in the Statement of Financial Activities as they are due to be paid more than twelve months after the year end. They represent funds earmarked for continued support to certain existing beneficiaries, which are released when conditions attaching to the grant are fulfilled.

The Trustees regularly review cash flow projections for income and expenditure, to ensure that the level of disposable net assets is adequate and that the Trust is in a position to meet all its commitments. As at 5 April 2019, the Trust held total funds of £13.0 million (2018: £7.8 million).

Investment Policy and Performance
The Trust holds significant money market deposits to enable the Trust to draw on capital rapidly when required. The remaining funds are held in a spectrum of investments to generate unrestricted income in accordance with the Trustees’ guidelines.

Following a strategic review during the period, the Trustees decided to change their investment advisers from Cazenove Capital to Sarasin & Partners. By 5th April 2019 the portfolio held at Cazenove Capital was liquidated and subsequently the funds were transferred to Sarasin & Partners for reinvestment.

During the period, the portfolio held at Cazenove Capital returned +4.1%, which compares to the +3.2% return of the composite benchmark.
**Risk Assessment**
The Trustees have examined the major strategic, business and operational risks to which True Colours may be exposed. Through the joint office of the Sainsbury Family Charitable Trusts, systems are in place to adequately manage such potential risks as the Trustees have identified. They continue to keep processes under review.

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

Another major risk is a misuse of funds by a charity beneficiary. To mitigate this risk, the awards are made following a thorough assessment and grants are regularly monitored; multi-year grant payments are conditional upon the receipt of satisfactory progress reports.

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

**Charity and Public Benefit**
Trustees are aware of the Charity Commission guidance on Public Benefit and confirm that they have complied with the duty in Section 17 of the Charities Act 2011 to have due regard to it. They consider the full information in this annual report (about the Trust’s aims, activities and achievements in the areas it supports) demonstrates the benefit to its beneficiaries, and through them to the public, that arise from those activities.

**Fundraising**
The Trust and its Trustees are fully aware of the requirements and duties set out in the Charities (Protection and Social Investment) Act 2016. The Trust does not raise funds from the public and as such has no fundraising activities requiring disclosure under SI 62A of the Charities Act 2011.

**Charity Governance Code**
Trustees are aware of the Charity Governance Code published in 2017 which sets out the principles and recommended practice for good governance within the sector. The Charity has reviewed its governance arrangements against the principles within the code and believes that it is compliant with the code whilst maintaining its need to operate its governance efficiently.

**Financial Overview of the Past Year**
The Trustees met four times during the year to make grants and twice to review investments.

The Settlor made a generous donation of £6.98 million in the year (2018: 1.31 million), which has been added to Expendable Endowment. As a result of this donation, the asset value of the Trust increased from £7.78 million at 5 April 2018 to £13.0 million at 5 April 2019.
The total income allocated to unrestricted funds for the year was £187,554 (2018: £226,134).

The Trustees continue to approve grants worth significantly more than the income for the corresponding period in accordance with the approach set out in the Reserves Policy. During the year Trustees approved 53 grants totalling £1,177,565 (2018: £2,849,234), some of which are payable over more than one year. Payments made during the year totalled £2,063,667 (2018: £2,045,055). Grants approved and paid during the year may be analysed by value and percentage across the Trust’s grant-making categories as set out in the following table:

<table>
<thead>
<tr>
<th>Payments Made</th>
<th>Grants Approved</th>
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<tr>
<td></td>
<td>£</td>
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<tr>
<td>%</td>
<td>£</td>
</tr>
<tr>
<td>42</td>
<td>871,267</td>
</tr>
<tr>
<td>51</td>
<td>1,051,815</td>
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<tr>
<td>7</td>
<td>140,585</td>
</tr>
<tr>
<td>100</td>
<td>2,063,667</td>
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<tr>
<td>Children and Young People UK: Disability, life-limiting and life-threatening conditions</td>
<td>506,479</td>
</tr>
<tr>
<td>Palliative Care in Africa</td>
<td>500,458</td>
</tr>
<tr>
<td>Small Grants UK and General</td>
<td>170,628</td>
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<tr>
<td>Total</td>
<td>1,177,565</td>
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GRANTS APPROVED

Children and Young People UK: Disability, life-limiting and life-threatening conditions – £506,479

Childhood Bereavement Network – £14,470
Towards research into bereavement care to produce evidence-based guidance for bereavement services indicating the type of services people are likely to require at different time-points, based upon existing published and grey literature.

Data Project – £12,900
Funding towards the costs of a ‘Data Champion’ to provide technical support to key statutory and voluntary agencies to improve the use and understanding of existing data sets on disabled children in order to improve the services available for children and families.

East Anglia’s Children’s Hospices (EACH) – £7,102
To enable Dr Linda Maynard, (EACH’s Nurse Consultant in Children’s Palliative Care), to spend some time assisting in the evaluation of the Pan London Lead Nurse in Neonatal Palliative Care.

Great Ormond Street Hospital Children’s Charity – £1,614
Towards the costs of an Independent External Review of the True Colours Chair in Palliative Care for Children and Young People at UCL Great Ormond Street Institute of Child Health.

Heart ‘n Soul– £100,000 over three years
Towards its core work with young people with learning disabilities.
Inclusive Playgrounds – £60,000
Towards the costs of accessible playground equipment in six Councils’ playgrounds across the UK, to increase inclusive play opportunities for families with disabled children.

Jessie May Trust – £180,000 over three years
Towards core costs.

Sibs – £3,845 over two years
Towards the costs of updating and maintaining the charity’s IT systems.

WellChild – £100,000 over two years
Towards the costs of running its Family Tree Network, an online network of families from across the UK, all of whom have children with exceptional health needs, enabling parents to feel included, supported and listened to.

Winston’s Wish – £11,081
Towards the cost of the development and publication of the charity’s new resource to support bereaved children with SEND.

Two additional grants in this category amounting to £15,467 were also approved towards one-off initiatives to improve the experience of paediatric patients in hospitals.

Palliative Care in Africa – £500,458

African Palliative Care Association (APCA), Uganda – £68,357 over three years
To cover the administration of the Small Grants programme.

International Rescue Committee – £40,000
Towards its work to integrate palliative care into the charity’s health programmes in the Kakuma and Dadaab refugee camps in Kenya, using the World Health Organization’s newly published guide Integrating Palliative care and symptom relief into the response to humanitarian emergencies and crises (funded by True Colours).

Island Hospice and Healthcare – £377,699 over two years
Towards Phase 2 of the partnership between civil society and Government to integrate palliative care into Zimbabwe’s public health system; and, towards Island’s core costs and its work in areas affected by Cyclone Idai.

Kidzcan – £5,000
Towards the core work of this charity which supports the costs of paediatric oncology in Zimbabwe.

Signal – £9,402
Towards SignHealth Uganda’s salary costs.
The Small Grants Africa Programme supports the development of local palliative care services across the continent. It is administered by the African Palliative Care Association (APCA), which publicises the scheme and reviews applications, with final funding decisions taken by the True Colours Trustees. The projects below received funding in 2018/19 from a multi-year grant approved to APCA in 2016/17.

**African Humanitarian Action, Uganda – £4,995**
Towards a vehicle and equipment costs for a community sensitisation and home-based palliative care programme.

**Arusha Lutheran Medical Centre, Tanzania – £5,000**
Towards the purchase of palliative care medicines and vehicle running costs.

**Cancer and AIDS Relief Organisation, Uganda – £4,908**
Towards sensitisation work and provision of palliative care medicines.

**Concerned Youth Association, Malawi – £5,000**
Towards the costs of establishing a new palliative home-based care programme.

**Grahamstown Hospice Service, South Africa – £5,000**
Towards the purchase of a vehicle for the delivery of home-based palliative care.

**Highway Hospice Association, South Africa – £5,000**
Towards the purchase of palliative care medicines.

**Home of Dignity, Liberia – £5,000**
Towards training for staff members and the community in palliative care.

**Hospice Rustenburg, South Africa – £2,265**
Towards medicines and equipment for home-based palliative care kits.

**Hospice Wits, South Africa – £4,970**
Towards the purchase of palliative care medicines.

**Kawempe Home Care, Uganda – £3,500**
Towards the purchase of play therapy equipment and palliative care medicines.

**Laikipia Palliative Care Centre, Kenya – £5,000**
Towards furniture for the new palliative care centre building.

**Leratong Hospice, South Africa – £5,000**
Towards a new oxygen machine and kitchen appliances for inpatient care.

**Living Room International, Kenya – £4,900**
Towards the purchase of medical supplies.
Meru Hospice Charitable Trust Fund, Kenya – £2,000
Towards the purchase of palliative care medicines.

Mildmay, Uganda – £4,900
Towards training for six health workers in paediatric palliative care.

Msunduzi Hospice, Kenya – £4,730
Towards medical equipment for palliative care patients.

Muheza Hospice Care, Tanzania – £4,980
Towards play equipment for children receiving palliative care and palliative care medicines.

National Cancer Institute, University of Gezira, Sudan – £5,000
Towards the costs of palliative care training for medical staff.

Nightingale Hospice, South Africa – £5,000
Towards the purchase of home-based palliative care kits and the delivery of home-based care.

Nyeri Hospice, Kenya – £4,902
Towards the purchase of palliative care equipment and medicines for home-based care.

Palliative Care Association of Burundi, Burundi – £2,500
Towards training for health care providers and sensitisation in palliative care.

Ranchhod Community Services and Hospice, Zambia – £3,820
Towards the purchase of beds, wheelchairs, a digital scale and palliative care medicines.

Rumphi Rural Palliative Care Services, Malawi – £2,635
Towards transport for community volunteers and staff delivering home-based palliative care.

South Coast Hospice Association, South Africa – £1,195
Towards the purchase of an oxygen tank.

Togolese Association for the Promotion of Health and Community Development, Togo – £4,995
Towards a home-based care programme for children and adolescents with palliative care needs.

Vines Kenya, Kenya – £4,960
Towards the costs of integrating palliative care in clinics and health centres.
True Colours is committed to supporting a large number of excellent local organisations and projects that work with disabled children, children with life-limiting and life-threatening conditions and their families. The Small Grants UK programme provides grants of up to £10,000 to help smaller organisations develop and deliver programmes for disabled children, their siblings and families.

Grants are awarded towards a range of projects including activities for disabled children, siblings’ projects, bereavement support, specialised play equipment, minibuses, multi-sensory rooms, hydrotherapy pools and respite which supports the whole family. This year 31 grants were approved to organisations detailed below.

**Abbey Court School Trust – £5,000**  
Towards the cost of a minibus for Abbey Court School.

**Bandon Hill Primary School Parents Staff Association – £525**  
Towards establishing a sibling support project at the school.

**Brecknock Play Network – £4,810**  
Towards the cost of its ‘Our Club’ sessions for disabled children and their families.

**Bristol Children’s Hospital Charity – £10,000**  
Towards its new Bereavement Hub and a second entrance for bereaved parents at Bristol Children’s Hospital.

**Butterflies Club – £5,000**  
Towards the cost of a minibus to transport disabled children to club sessions.

**Cherry Garden School – £5,000**  
To provide rebound therapy coaching for the children who attend Cherry Garden Special School.

**Colnbrook School – £5,000**  
Towards the refurbishment and installation costs of its new lower playground area.

**Conquest Centre for Disabled Riders – £5,000**  
Towards its horse-based activity sessions for disabled children and young people.

**County Toy Library – £4,234**  
Towards the cost of specialist toys and equipment for disabled children.

**Different Planet Arts – £8,500**  
Towards its new production of ‘Wildheart’ for children with disabilities and their families.

**Drama Express – £5,000**  
Towards its core costs, and the delivery of its pantomime programme for disabled children and young people.
Families United – £3,750
Towards the costs of activities for disabled children and their families.

Friends of Paternoster School – £5,000
Towards the costs of a fully accessible playground and equipment for the children who attend Paternoster School and the wider community.

Friends of Sir Charles Parsons Special School – £5,000
Towards the purchase of a new minibus for the school.

Happy Hill – £5,000
Towards the purchase of a minibus to transport disabled children and those with complex medical needs.

Haworth RDA – £5,000
Towards the cost of running its afterschool clubs for disabled children, their siblings and young volunteers.

Keep Playing (trading as Level Water) – £5,000
Towards one-to-one swimming lessons for disabled children in Hampshire.

Learning Library – £5,000
Towards the cost of specialist/sensory equipment for its community sensory sessions.

Music of Life Foundation – £5,000
Towards the costs of its specialist music workshops.

Parentlink – £9,000
Towards the cost of its Link Outreach project for disabled children and their families.

Ruby’s Fund – £5,000
Towards the cost of installing a sensory interactive floor.

Scotswood Natural Community Gardens – £5,000
Towards the costs to deliver its Art Garden Programme for disabled children and their siblings.

SeeSaw – £10,000
Towards the cost of its bereavement support service for children.

Special Needs Out Of Schools Club – £5,000
Towards the cost of its short break clubs and equipment.

Special Play Area for Chester Ellesmere – £5,000
Towards the cost of an accessible soft play area for disabled children and their siblings.
Sporting Challenge – £3,000
Towards the cost of sport and leisure activities for learning disabled young people.

Twinkleboost CIC – £4,809
Towards its Twinkleboost Complex Needs programme.

Walsall Bereavement Support Service – £5,000
Towards its bereavement support project, The Swing, for bereaved children and young people.

Wiltshire Treehouse – £5,000
Towards the cost of its grief support programme.

Young & Free – £10,000
Towards the cost of its Buddying and Befriending Service.

Youthlife Ltd – £7,000
Towards its art therapy bereavement project for looked after children.

Cancelled Grants
Grants to the value of £2,708 (2018: £10,500) were cancelled during the financial year as they were no longer required for the purposes for which they were awarded.

The Trustees’ Report has been approved by the Trustees on 1 October 2019 and signed on their behalf by:
## STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2019

<table>
<thead>
<tr>
<th>Unrestricted Funds</th>
<th>Expendable Endowment</th>
<th>Total Funds</th>
<th>Restated Total Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Notes</td>
<td>£</td>
<td>£</td>
<td>£</td>
</tr>
</tbody>
</table>

### Income and endowment from:

- **Gift of expendable endowment**
  - £6,975,000
- **Investments**
  - £157,459
- **Bank interest and short term deposits**
  - £30,095

**Total income**
- £187,554
- £6,975,000
- £7,162,554
- £1,538,634

### Expenditure on:

#### Raising funds:
- **Investment management costs**
  - £36,126

#### Charitable activities

- **Grant-making**
  - **Grant expenditure**
    - £1,852,877
  - **Grant related support costs**
    - £294,546
  - **Cost of grant-making**
    - £2,147,423

**Total expenditure**
- £2,147,423
- £36,126
- £2,183,549
- £2,919,354

### Net operating surplus/(deficit)

- (£1,959,869)
- £6,938,874
- £4,979,005
- (£1,380,720)

### Net gains/(losses) on investments

- (£241,554)
- £177
- £241,554
- (£227,727)

### Net gains on currency exchange

- (£177)
- £36
- £177
- £36

### Transfers between funds

- £1,959,869
- (£1,959,869)
- £0
- £0

### Net movement in funds

- £5,220,736
- £5,220,736
- (£1,608,411)

### Reconciliation of funds

- **Total funds brought forward**
  - £7,777,470
- **Total funds carried forward**
  - £12,998,206
- **Total funds**
  - £12,998,206
- **Restated total funds**
  - £7,777,470

The notes on pages 19 to 26 form part of these accounts.
# Balance Sheet

**As at 5 April 2019**

<table>
<thead>
<tr>
<th>Notes</th>
<th>2019</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Fixed Assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Tangible fixed assets</td>
<td>6</td>
<td>14,640</td>
</tr>
<tr>
<td>Investments</td>
<td>7</td>
<td>9,791,028</td>
</tr>
<tr>
<td><strong>Total Fixed Assets</strong></td>
<td></td>
<td>9,805,668</td>
</tr>
<tr>
<td><strong>Current Assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Debtors</td>
<td>8</td>
<td>293,758</td>
</tr>
<tr>
<td>Cash at bank and in hand</td>
<td></td>
<td>4,792,196</td>
</tr>
<tr>
<td><strong>Total Current Assets</strong></td>
<td></td>
<td>5,085,954</td>
</tr>
<tr>
<td><strong>Current Liabilities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Creditors - amounts falling due within 1 year</td>
<td>9</td>
<td>1,893,416</td>
</tr>
<tr>
<td><strong>Net Current Assets</strong></td>
<td></td>
<td>3,192,538</td>
</tr>
<tr>
<td><strong>Net Assets</strong></td>
<td></td>
<td>12,998,206</td>
</tr>
<tr>
<td><strong>Capital Funds</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Expendable endowment</td>
<td>10</td>
<td>12,998,206</td>
</tr>
<tr>
<td><strong>Income Funds</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Unrestricted funds</td>
<td>10</td>
<td></td>
</tr>
<tr>
<td><strong>Total Capital Funds</strong></td>
<td></td>
<td>12,998,206</td>
</tr>
</tbody>
</table>

The financial statements were approved and authorised for issue by the Trustees on 1st October 2019 and were signed on their behalf by:

[Signature]

TRUSTEE

The notes on pages 19 to 26 form part of these accounts.
CASH FLOW STATEMENT
FOR THE YEAR ENDED 5 APRIL 2019

Cash flows from operating activities:

<table>
<thead>
<tr>
<th></th>
<th>2019</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net cash provided by/(used in) operating activities</td>
<td>£4,828,943</td>
<td>£(781,184)</td>
</tr>
<tr>
<td>Cash flows from investing activities:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Purchase of investments</td>
<td>£(7,075,435)</td>
<td>£443,660</td>
</tr>
<tr>
<td>Sale of Investments</td>
<td>£6,975,852</td>
<td>£662,148</td>
</tr>
<tr>
<td>Effect of currency exchange movements</td>
<td>£177</td>
<td>£36</td>
</tr>
<tr>
<td>Net cash (used in)/provided by investing activities</td>
<td>£(99,406)</td>
<td>£218,524</td>
</tr>
</tbody>
</table>

Change in cash and cash equivalents in the year

<table>
<thead>
<tr>
<th></th>
<th>2019</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Change in cash and cash equivalents in the year</td>
<td>£4,729,538</td>
<td>£(562,660)</td>
</tr>
<tr>
<td>Cash and cash equivalents at the beginning of the year</td>
<td>£4,062,658</td>
<td>£4,625,318</td>
</tr>
<tr>
<td>Cash and cash equivalents at the end of the year</td>
<td>£8,792,196</td>
<td>£4,062,658</td>
</tr>
</tbody>
</table>

Reconciliation of net expenditure to net cash flow from operating activities

<table>
<thead>
<tr>
<th></th>
<th>2019</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net operating surplus/(deficit)</td>
<td>£4,979,005</td>
<td>£(1,380,720)</td>
</tr>
<tr>
<td>Depreciation charge</td>
<td>£4,880</td>
<td>£4,880</td>
</tr>
<tr>
<td>Decrease/(Increase) in debtors</td>
<td>£299</td>
<td>£(15,560)</td>
</tr>
<tr>
<td>(Decrease)/Increase in creditors</td>
<td>(155,241)</td>
<td>£610,216</td>
</tr>
<tr>
<td>Net cash provided by/(used in) operating activities</td>
<td>£4,828,943</td>
<td>£(781,184)</td>
</tr>
</tbody>
</table>

Analysis of the cash and cash equivalents

<table>
<thead>
<tr>
<th></th>
<th>2019</th>
<th>2018</th>
<th>Change in year</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Cash at bank and in hand</td>
<td>£4,792,196</td>
<td>£3,940,942</td>
<td>£851,254</td>
</tr>
<tr>
<td>Cash held for reinvestment (as per note 7)</td>
<td>£4,000,000</td>
<td>£121,716</td>
<td>£3,878,284</td>
</tr>
<tr>
<td></td>
<td>£8,792,196</td>
<td>£4,062,658</td>
<td>£4,729,538</td>
</tr>
</tbody>
</table>

The notes on pages 19 to 26 form part of these accounts.
NOTES TO THE ACCOUNTS

1. PRINCIPAL ACCOUNTING POLICIES

The True Colours Trust is an unincorporated charity (charity registration number 1089893), registered in England and Wales. The address of the registered office is The Peak, 5 Wilton Road, London, SW1V 1AP.

a) Basis of preparation

The financial statements have been prepared in accordance with the Charities SORP (FRS102) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland and the Charities Act 2011 and UK Generally Accepted Practice 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 Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Trust constitutes a public benefit entity as defined by FRS102.

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

b) Income

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

Dividends are included by reference to their due dates.

Interest is recorded when it is receivable.

c) Expenditure

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

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

Grants for which there is a legally binding commitment are accounted for within the Statement of Financial Activities. Payments that are due within one year of the period-end date are included within grants payable in the Statement of Financial Activities. Other grants are accounted for in the Statement of Financial Activities when conditions attaching to the grant are fulfilled.

Grant related support costs represent staff, office and governance costs incurred in managing the grant award programme.

d) Costs of administration

These costs include a share of the staff and office costs of the joint offices of the Sainsbury Family Charitable Trusts, which are allocated in proportion to the time spent on Trust matters and grants paid.
NOTES TO THE ACCOUNTS

1. PRINCIPAL ACCOUNTING POLICIES continued

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

f) Investments
Net realised and unrealised gains and losses are reflected in the Statement of Financial Activities. Investments are shown at mid market value. Partial disposals are accounted for using average book value.

g) Financial instruments
The Trust has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at cost using the effective interest method. Financial assets held at amortised cost comprise cash at bank and in hand, together with accrued interest and other debtors. Financial liabilities held at cost comprise grants payable and accruals. Investments, including bonds held as part of an investment portfolio, are held at fair value at the balance sheet date, with gains and losses being recognised within income and expenditure. At the balance sheet date the Trust held financial assets at cost of £5,085,954 (2018: £4,235,000), financial assets at fair value of £9,791,028 (2018: £5,571,607) and financial liabilities at cost of £1,893,416 (2018: £2,048,657).

h) Cash and cash equivalents
Cash and cash equivalents include cash at bank and in hand, and short term deposits.

i) Fixed assets
Fixed assets are depreciated at rates which reflect their useful life to the Trust. The following rate has been used:
Leasehold improvements - 10% per annum

j) Critical accounting judgements and key sources of estimation uncertainty
In the application of the Trust’s accounting policies, which are described in note 1, Trustees are required to make judgements, estimates, assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.
The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects the current and future periods.
In the view of the Trustees, no assumptions concerning the future or estimation uncertainty affecting assets and liabilities at the balance sheet date are likely to result in a material adjustment to their carrying amounts in the next financial year.

Report and Accounts — 5 April 2019
NOTES TO THE ACCOUNTS

2. INCOME FROM INVESTMENTS

Income received on investments may be analysed as follows:

<table>
<thead>
<tr>
<th></th>
<th>2019</th>
<th>%</th>
<th>2018</th>
<th>%</th>
</tr>
</thead>
<tbody>
<tr>
<td>Government fixed interest</td>
<td>1,528</td>
<td>1</td>
<td>1,771</td>
<td>1</td>
</tr>
<tr>
<td>Other fixed interest</td>
<td>22,926</td>
<td>15</td>
<td>39,369</td>
<td>17</td>
</tr>
<tr>
<td>UK equities</td>
<td>112,040</td>
<td>71</td>
<td>137,322</td>
<td>61</td>
</tr>
<tr>
<td>Overseas equities</td>
<td>5,914</td>
<td>4</td>
<td>35,324</td>
<td>16</td>
</tr>
<tr>
<td>Sarasin Multi Assets</td>
<td>15,051</td>
<td>9</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>157,459</td>
<td>100</td>
<td>213,786</td>
<td>100</td>
</tr>
</tbody>
</table>

During the year the classification of income from short term deposits has been reconsidered and is now reported in the Statement of Financial Activities with bank interest and short term deposits. Previously it was included within investment income.

3. GRANTS PAYABLE

Reconciliation of grants payable:

<table>
<thead>
<tr>
<th></th>
<th>£</th>
<th>2019</th>
<th>£</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Commitments at 6 April 2018</td>
<td>1,997,681</td>
<td></td>
<td>1,420,741</td>
<td></td>
</tr>
<tr>
<td>Grants not accrued at 6 April 2018</td>
<td>1,184,515</td>
<td></td>
<td>967,776</td>
<td></td>
</tr>
<tr>
<td>Grants approved in the year</td>
<td>1,177,565</td>
<td></td>
<td>2,849,234</td>
<td></td>
</tr>
<tr>
<td>Grants cancelled or refunded</td>
<td>(2,708)</td>
<td></td>
<td>(10,500)</td>
<td></td>
</tr>
<tr>
<td>Grants not accrued at 5 April 2019</td>
<td>(506,495)</td>
<td></td>
<td>(1,184,515)</td>
<td></td>
</tr>
<tr>
<td>Grants payable for the year</td>
<td>1,852,877</td>
<td></td>
<td>2,621,995</td>
<td></td>
</tr>
<tr>
<td>Grants paid during the year</td>
<td>(2,063,667)</td>
<td></td>
<td>(2,045,055)</td>
<td></td>
</tr>
<tr>
<td>Commitments at 5 April 2019</td>
<td>1,786,891</td>
<td></td>
<td>1,997,681</td>
<td></td>
</tr>
<tr>
<td>Commitments at 5 April 2019 are payable as follows:</td>
<td></td>
<td>2019</td>
<td></td>
<td>2018</td>
</tr>
<tr>
<td>Within one year (note 9)</td>
<td>£</td>
<td></td>
<td>£</td>
<td></td>
</tr>
<tr>
<td>Commitments</td>
<td>1,786,891</td>
<td></td>
<td>1,997,681</td>
<td></td>
</tr>
</tbody>
</table>

Commitments

In addition to the amounts committed and accrued noted above, the Trustees have also authorised certain grants which are subject to the recipient fulfilling certain conditions. The total amount authorised but not accrued as expenditure at 5 April 2019 was £506,495 (2018: £1,184,515).

The grants payable in the year include the following:

Children and Young People UK: Disability, life-limiting and life-threatening conditions

<table>
<thead>
<tr>
<th>Fund</th>
<th>£</th>
</tr>
</thead>
<tbody>
<tr>
<td>Childhood Bereavement Network</td>
<td>61,423</td>
</tr>
<tr>
<td>Family Rooms</td>
<td>115,000</td>
</tr>
<tr>
<td>Great Ormond Street Hospital Children's Charity</td>
<td>297,071</td>
</tr>
<tr>
<td>Inclusive Playgrounds</td>
<td>60,000</td>
</tr>
<tr>
<td>Jessie May Trust</td>
<td>120,000</td>
</tr>
<tr>
<td>WellChild</td>
<td>100,000</td>
</tr>
<tr>
<td>Grants Up to £50,000 were also payable</td>
<td>85,995</td>
</tr>
</tbody>
</table>
NOTES TO THE ACCOUNTS

3. GRANTS PAYABLE continued

**Palliative Care Africa (including Small Grants Africa)**
- African Palliative Care Association: 196,850
- Island Hospice: 294,007
- Motivation Charitable Trust: 56,841
- Palliative Care Association of Malawi: 241,869
- Grants up to £50,000 were also payable: 51,694

**Small Grants UK and General**
- Bristol Children’s Hospital Charity: 10,000
- SeeSaw: 10,000
- Young & Free (Y&F): 10,000
- Grants up to £10,000 were also payable: 142,128

Total grants payable per Statement of Financial Activities: 1,852,877

4. ALLOCATION OF SUPPORT COSTS

<table>
<thead>
<tr>
<th></th>
<th>Grant-Making</th>
<th>Governance</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Staff costs</td>
<td>183,520</td>
<td>1,694</td>
<td>185,214</td>
</tr>
<tr>
<td>Share of joint office costs</td>
<td>51,776</td>
<td>51,776</td>
<td>42,015</td>
</tr>
<tr>
<td>Direct costs including travel</td>
<td>23,302</td>
<td>23,302</td>
<td>17,085</td>
</tr>
<tr>
<td>Legal and professional fees</td>
<td>12,679</td>
<td>12,679</td>
<td>9,185</td>
</tr>
<tr>
<td>Consultancy</td>
<td>12,879</td>
<td></td>
<td>12,879</td>
</tr>
<tr>
<td>Depreciation</td>
<td>4,880</td>
<td>4,880</td>
<td>4,880</td>
</tr>
<tr>
<td>Auditors’ remuneration</td>
<td>-</td>
<td>3,816</td>
<td>3,816</td>
</tr>
<tr>
<td></td>
<td>289,036</td>
<td>5,510</td>
<td>294,546</td>
</tr>
</tbody>
</table>

5. ANALYSIS OF STAFF COSTS

<table>
<thead>
<tr>
<th></th>
<th>2019</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Wages and salaries</td>
<td>150,228</td>
<td>140,094</td>
</tr>
<tr>
<td>Social security costs</td>
<td>17,108</td>
<td>15,842</td>
</tr>
<tr>
<td>Other pension costs</td>
<td>17,878</td>
<td>17,096</td>
</tr>
<tr>
<td></td>
<td>185,214</td>
<td>173,032</td>
</tr>
</tbody>
</table>

The Trust is one of the Sainsbury Family Charitable Trusts which share a joint administration at the Registered Office. 2.5% of the total support and administration costs of these trusts have been allocated to the True Colours Trust (2017/18: 2.4%), including a proportionate share of the costs of employing the total number of staff serving in the office in 2018/19.
NOTES TO THE ACCOUNTS

5. ANALYSIS OF STAFF COSTS continued

The actual number of staff employed during the year was 10, all on a part-time basis (2017/18: 11). This equates to 2.6 full-time employees (2017/18: 2.4). The Trust considers its key management personnel to comprise the Principal Officers. The total employment benefits, including employer contributions to group personal pensions, of those key management personnel, were £138,662 (2017/18: £131,309). No employees of the charity earned in excess of £60,000.

No Trustees received any remuneration for their services or reimbursement of expenses in the year (2017/18: £0).

6. TANGIBLE FIXED ASSETS
   Leasehold Improvements

<table>
<thead>
<tr>
<th></th>
<th>2019</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cost</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cost at 5 April 2018</td>
<td>48,800</td>
<td>48,800</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Depreciation</td>
<td></td>
<td></td>
</tr>
<tr>
<td>At 6 April 2018</td>
<td>29,280</td>
<td>24,400</td>
</tr>
<tr>
<td>Charge for the year</td>
<td>4,880</td>
<td>4,880</td>
</tr>
<tr>
<td>At 5 April 2019</td>
<td>34,160</td>
<td>29,280</td>
</tr>
<tr>
<td>Net Book Value</td>
<td></td>
<td></td>
</tr>
<tr>
<td>At 5 April 2019</td>
<td>14,640</td>
<td>19,520</td>
</tr>
<tr>
<td>Net Book Value</td>
<td></td>
<td></td>
</tr>
<tr>
<td>At 5 April 2018</td>
<td>19,520</td>
<td>24,400</td>
</tr>
</tbody>
</table>

7. FIXED ASSET INVESTMENTS

<table>
<thead>
<tr>
<th></th>
<th>2019</th>
<th>Restated 2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Market value at 6 April 2018</td>
<td>5,449,891</td>
<td>5,896,107</td>
</tr>
<tr>
<td>Less: Disposals at proceeds</td>
<td>(6,975,852)</td>
<td>(662,148)</td>
</tr>
<tr>
<td>Add: Acquisitions at cost</td>
<td>7,075,435</td>
<td>443,660</td>
</tr>
<tr>
<td>Net gains/(losses) on investments</td>
<td>241,554</td>
<td>(227,728)</td>
</tr>
<tr>
<td><strong>Market value at 5 April 2019</strong></td>
<td>5,791,028</td>
<td>5,449,891</td>
</tr>
<tr>
<td>Cash held for reinvestment</td>
<td>4,000,000</td>
<td>121,716</td>
</tr>
<tr>
<td><strong>Total Investments</strong></td>
<td>9,791,028</td>
<td>5,571,607</td>
</tr>
</tbody>
</table>
7. FIXED ASSET INVESTMENTS continued

The investments held as at 5 April 2019 were as follows:

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Sarasin Endowment Funds</td>
<td>5,732,390</td>
<td>5,791,028</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cazenove Capital</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Government fixed interest</td>
<td></td>
<td>-</td>
<td>1,316,566</td>
<td>1,377,939</td>
</tr>
<tr>
<td>Other fixed interest</td>
<td>-</td>
<td>-</td>
<td>462,177</td>
<td>427,005</td>
</tr>
<tr>
<td>UK equities</td>
<td>-</td>
<td>-</td>
<td>2,932,944</td>
<td>3,175,867</td>
</tr>
<tr>
<td>Alternatives</td>
<td>-</td>
<td>-</td>
<td>465,156</td>
<td>469,080</td>
</tr>
<tr>
<td></td>
<td>5,732,390</td>
<td>5,791,028</td>
<td>5,176,843</td>
<td>5,449,891</td>
</tr>
</tbody>
</table>

During the year the classification of cash held by the investment managers has been reconsidered and cash held for reinvestment in the portfolio has been included within fixed asset investments as it is a longer term investment. Previously it was included within current assets. Currency exchange gains/losses have also been extracted from net gains/losses on investments to show them more clearly. The comparative figures have also been restated.

8. DEBTORS

<table>
<thead>
<tr>
<th></th>
<th>2019</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Income tax recoverable</td>
<td>257,500</td>
<td>262,500</td>
</tr>
<tr>
<td>Accrued Income</td>
<td>36,258</td>
<td>31,557</td>
</tr>
<tr>
<td></td>
<td>293,758</td>
<td>294,057</td>
</tr>
</tbody>
</table>

9. CREDITORS

<table>
<thead>
<tr>
<th></th>
<th>2019</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Grants payable within one year</td>
<td>1,786,891</td>
<td>1,997,681</td>
</tr>
<tr>
<td>Professional charges</td>
<td>12,848</td>
<td>8,672</td>
</tr>
<tr>
<td>Investment management fee</td>
<td>-</td>
<td>8,968</td>
</tr>
<tr>
<td>Other creditors</td>
<td>93,677</td>
<td>33,336</td>
</tr>
<tr>
<td></td>
<td>1,893,416</td>
<td>2,048,657</td>
</tr>
</tbody>
</table>
NOTES TO THE ACCOUNTS

10. ANALYSIS OF NET ASSETS BETWEEN FUNDS

<table>
<thead>
<tr>
<th>Fund balances at 5 April 2019 are represented by:</th>
<th>Unrestricted Funds</th>
<th>Expendable Endowment</th>
<th>Totals 2019</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Tangible fixed assets</td>
<td>-</td>
<td>14,640</td>
<td>14,640</td>
</tr>
<tr>
<td>Investments</td>
<td>-</td>
<td>9,791,028</td>
<td>9,791,028</td>
</tr>
<tr>
<td>Current assets</td>
<td>1,893,416</td>
<td>3,192,538</td>
<td>5,085,954</td>
</tr>
<tr>
<td>Current liabilities</td>
<td>(1,893,416)</td>
<td>-</td>
<td>(1,893,416)</td>
</tr>
<tr>
<td><strong>Total net assets</strong></td>
<td>-</td>
<td>12,998,206</td>
<td>12,998,206</td>
</tr>
</tbody>
</table>

**Movement in the year**

<table>
<thead>
<tr>
<th></th>
<th>Unrestricted Funds</th>
<th>Expendable Endowment</th>
<th>Totals 2019</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td><strong>Opening balance as at 5 April 2018</strong></td>
<td>-</td>
<td>7,777,470</td>
<td>7,777,470</td>
</tr>
<tr>
<td><strong>Total income and endowments</strong></td>
<td>187,554</td>
<td>6,975,000</td>
<td>7,162,554</td>
</tr>
<tr>
<td><strong>Cost of raising funds</strong></td>
<td>-</td>
<td>(36,126)</td>
<td>(36,126)</td>
</tr>
<tr>
<td><strong>Cost of grant-making</strong></td>
<td>(2,147,423)</td>
<td>-</td>
<td>(2,147,423)</td>
</tr>
<tr>
<td><strong>Net gains on investments</strong></td>
<td>-</td>
<td>241,554</td>
<td>241,554</td>
</tr>
<tr>
<td><strong>Net gains on currency exchange</strong></td>
<td>-</td>
<td>177</td>
<td>177</td>
</tr>
<tr>
<td><strong>Transfers between funds</strong></td>
<td>1,959,869</td>
<td>(1,959,869)</td>
<td>-</td>
</tr>
<tr>
<td><strong>Closing balance as at 5 April 2019</strong></td>
<td>-</td>
<td>12,998,206</td>
<td>12,998,206</td>
</tr>
</tbody>
</table>

*During the year, there was a deficit of income over expenditure on the unrestricted funds of £1,959,869. This has been funded by a transfer from expendable endowment.*

Fund balances at 5 April 2018 are represented by:

<table>
<thead>
<tr>
<th>Fund balances at 5 April 2018 are represented by:</th>
<th>Unrestricted Funds</th>
<th>Expendable Endowment</th>
<th>Totals 2018</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Tangible fixed assets</td>
<td>-</td>
<td>19,520</td>
<td>19,520</td>
</tr>
<tr>
<td>Investments</td>
<td>-</td>
<td>5,571,607</td>
<td>5,571,607</td>
</tr>
<tr>
<td>Current assets</td>
<td>2,039,689</td>
<td>2,195,311</td>
<td>4,235,000</td>
</tr>
<tr>
<td>Current liabilities</td>
<td>(2,039,689)</td>
<td>(8,968)</td>
<td>(2,048,657)</td>
</tr>
<tr>
<td><strong>Total net assets</strong></td>
<td>-</td>
<td>7,777,470</td>
<td>7,777,470</td>
</tr>
</tbody>
</table>

**Movement in the year**

<table>
<thead>
<tr>
<th></th>
<th>Unrestricted Funds</th>
<th>Expendable Endowment</th>
<th>Totals 2018</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td><strong>Opening balance as at 5 April 2017</strong></td>
<td>-</td>
<td>9,385,881</td>
<td>9,385,881</td>
</tr>
<tr>
<td><strong>Total income and endowments</strong></td>
<td>226,134</td>
<td>1,312,500</td>
<td>1,538,634</td>
</tr>
<tr>
<td><strong>Cost of raising funds</strong></td>
<td>-</td>
<td>(38,954)</td>
<td>(38,954)</td>
</tr>
<tr>
<td><strong>Cost of grant-making</strong></td>
<td>(2,880,400)</td>
<td>-</td>
<td>(2,880,400)</td>
</tr>
<tr>
<td><strong>Net losses on investments</strong></td>
<td>-</td>
<td>(227,727)</td>
<td>(227,727)</td>
</tr>
<tr>
<td><strong>Net gains on currency exchange</strong></td>
<td>-</td>
<td>36</td>
<td>36</td>
</tr>
<tr>
<td><strong>Transfers between funds</strong></td>
<td>2,654,266</td>
<td>(2,654,266)</td>
<td>-</td>
</tr>
<tr>
<td><strong>Closing balance as at 5 April 2018</strong></td>
<td>-</td>
<td>7,777,470</td>
<td>7,777,470</td>
</tr>
</tbody>
</table>
NOTES TO THE ACCOUNTS

11. COMPARATIVE STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2018

<table>
<thead>
<tr>
<th></th>
<th>Unrestricted Funds</th>
<th>Expansible Endowment</th>
<th>Total Funds 2018</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td><strong>Income and Endowment from:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Gift of expendable endowment</td>
<td></td>
<td>1,312,500</td>
<td>1,312,500</td>
</tr>
<tr>
<td>Investments</td>
<td>225,932</td>
<td></td>
<td>225,932</td>
</tr>
<tr>
<td>Bank deposit interest and other income</td>
<td>202</td>
<td></td>
<td>202</td>
</tr>
<tr>
<td><strong>Total income</strong></td>
<td>226,134</td>
<td>1,312,500</td>
<td>1,538,634</td>
</tr>
</tbody>
</table>

**Expenditure on:**

*Raising funds:*

- Investment management costs: 38,954

*Charitable activities*

- Grant-making:
  - Grant expenditure: 2,621,995
  - Grant related support costs: 258,405
  - Cost of Grant-making: 2,880,400

**Total expenditure**

2,880,400 38,954 2,919,354

**Net operating deficit**

(2,654,266) 1,273,546 (1,380,720)

**Net (losses)/gains on investments**

- (227,727) (227,727)

**Net gains on currency exchange**

- 36 36

**Transfers between funds**

2,654,266 (2,654,266) -

**Net movement in funds**

- (1,608,411) (1,608,411)

**Reconciliation of funds**

- Total funds brought forward: 9,385,881
  - Total funds carried forward: 7,777,470

12. RELATED PARTY TRANSACTIONS

Included in grant-related support costs is £12,679 payable for legal services to Portrait Solicitors (2018: £9,185), a firm in which Mr D Flynn is a partner.
STATEMENT OF TRUSTEES’ RESPONSIBILITIES

The Trustees are responsible for preparing the Trustees’ Report and the financial statements in accordance with applicable law and regulations.

Charity law requires the Trustees to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards) and applicable law.

Under charity law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Trust and of its net outgoing resources for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue to operate.

The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the Trust’s transactions and 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 and the provisions of the Trust Deed. They 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.
INDEPENDENT AUDITOR’S REPORT TO THE TRUSTEES OF THE TRUE COLOURS TRUST

Opinion
We have audited the financial statements of The True Colours Trust for the year ended 5 April 2019 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

• give a true and fair view of the state of the charity’s affairs as at 5 April 2019 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
• have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
• have been prepared in accordance with the requirements of the Charities Act 2011.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern
We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

• the Trustees’ use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
• the Trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity’s ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information
The Trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor’s report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.
INDEPENDENT AUDITOR’S REPORT TO THE TRUSTEES OF THE TRUE COLOURS TRUST continued

Matters on which we are required to report by exception
We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees’ report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit

Responsibilities of Trustees
As explained more fully in the Trustees’ responsibilities statement set out on page 27, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor’s responsibilities for the audit of the financial statements
We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council’s website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor’s report.

Use of our report
This report is made solely to the charity’s Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. 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.

Crowe U.K. LLP
Statutory Auditor
London

Crowe U.K. LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

16 October 2019