

TYNE & WEAR FOUNDATION
(A company limited by guarantee)

DIRECTORS' REPORT AND ACCOUNTS

31 MARCH 1997

COMPANY NUMBER 2273708



TYNE & WEAR FOUNDATION

(A company limited by guarantee)

ANNUAL REPORT 1997

INTRODUCTION

The following information about the financial year 1996/97 is presented in the new form required by the Charity Commission and replaces the Director's Report presented in previous years. A fuller account of the year is given in the Annual Review which is a separate document available from the Foundation's office.

The Charity's full name is Tyne & Wear Foundation. The Foundation includes a number of specific funds, listed below, which may be publicised in their own name. They include the Northumberland Fund, The Readman Foundation, Tiny Lives and the Evening Chronicle Sunshine Fund.

GOVERNING DOCUMENT

The Foundation is a company limited by guarantee No 2273708 and is governed by its articles and memorandum. It is a registered charity No 700510.

DIRECTORS

The Foundation has powers to appoint a President, Patron and Vice President who are listed in the Annual Review.

The managing body is the Board of Directors who are the Trustees of the charity. Directors who have served during the year are listed below. Membership of sub committees is indicated by the following abbreviations:

Finance and General Purposes	(F&GP)
Grants Committee	(Grants)
Development Committee	(Dev)
Northumberland	(Nland)

Directors are elected or appointed by members of the Foundation, in four different membership categories, at the Annual General Meeting. The membership categories are:

- Category A - voluntary organisations
- Category B - individuals
- Category C - statutory authorities
- Category D - companies

Further directors may be co-opted by decision of the Board.

Alastair Balls CB
appointed by category C members (retired 21 October 1996) (Dev)

Alan Brown
co-opted 1994 (retired 15 January 1997) (Dev)

Alma Caldwell
elected 1993 by category A members (Grants)

Sir Tom Cowie OBE
co-opted 1991 (Dev)

Barbara Dennis
co-opted 1996 (Grants)

TYNE & WEAR FOUNDATION
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ANNUAL REPORT 1997 (continued)

DIRECTORS (continued)

Hilary Florek
elected 1994 by category D members (Dev)

Dr David Francis
co-opted 1991 (Grants, Nland)

John Hamilton
co-opted 1994 (Dev)

Richard Harbottle, Chair
elected 1988 by category B members (F&GP, Dev & Nland)

Carole Howells, Vice Chair
elected 1988 by category A members (F&GP, Grants)

Brian Latham
appointed 1993 by category C members
to represent local authorities (Grants)

Councillor Sylvia Murray CBE DL
appointed 1988 by category C members
to represent health authorities (Grants)

Pauline Nelson
elected 1989 by category A members (F&GP, Grants)

His Grace, the Duke of Northumberland
co-opted 1994 (Nland)

Brian Roycroft CBE
elected 1994 by category B members (F&GP, Grants)

Guy Readman OBE
co-opted 1996 (Dev)

Alan Share
co-opted 1994 (Dev)

Derek Smail OBE TD DL
co-opted 1995 (Nland)

John Squires
elected 1991 by category D members (F&GP, Dev)

Alan Wardropper, Treasurer
elected 1989 by category B members (F&GP, Dev, Grants)

Anthony Winder
elected 1994 by category D members (Dev)

Michael Worthington
appointed 1996 by category C members

TYNE & WEAR FOUNDATION
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ANNUAL REPORT 1997 (continued)

RETIREMENT OF DIRECTORS

Members of the Board are elected for three years and may stand for re-election up to a maximum of three consecutive terms. Co-opted members serve until the next Annual General Meeting.

At the Annual General Meeting to be held on Thursday 9 October 1997, Richard Harbottle, Carole Howells and Councillor Sylvia Murray retire on completion of nine years consecutive service. Hilary Florek, Brian Roycroft and Anthony Winder retire after three years service and are eligible for re-election.

OFFICE

The Foundation's registered office was Mea House, Ellison Place, Newcastle upon Tyne NE1 8XS until 21 February 1997 when it moved to Cale Cross House, 156 Pilgrim Street, Newcastle upon Tyne NE1 6SU because it required larger premises.

ADVISORS

Auditors

Price Waterhouse
89 Sandyford Road
Newcastle upon Tyne
NE99 1PL

Bankers

Barclays Bank plc
Newcastle Corporate Services
Barclays House
71 Grey Street
Newcastle upon Tyne
NE99 1LG

Investment managers

BZW Portfolio Management
Barclays Private Bank Ltd
59 Grosvenor Street
London
W1X 9DA

Solicitors

Stanton Croft
1 & 2 Lansdowne Terrace East
Gosforth
Newcastle upon Tyne
NE3 1HL

INVESTMENT

The Memorandum provides power of investment and the Foundation's assets are invested by the investment managers to provide an annual income for grantmaking.

TYNE & WEAR FOUNDATION
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ANNUAL REPORT 1997 (continued)

AIMS AND ACTIVITIES

The Foundation supports and promotes charitable purposes in the area of Tyne & Wear and, since 1993, in Northumberland as well. It receives donations and manages funds for individuals, companies and trusts who want to support the local community and, with these funds, makes grants to a wide range of charitable groups.

The policies agreed to meet these aims are reviewed annually by the Board. In the past year, a new development plan has been agreed for the three year period 1997 to 2000 and grantmaking policies have been revised and reissued. Further plans to develop the Northumberland Fund have also been agreed.

The Annual General Meeting was held on 21 October 1996 when members received the report and accounts for the financial year 1995/1996 and heard an address from the Deputy Governor, Bank of England.

New grants were awarded during the year totalling £385,349, as listed in Note 12 of the accounts. Further details about grants are given in the Annual Review. The Foundation continued to work with Henry Smith's Charity, a national grant making trust, to advise on grants in North East England.

The Executive Director accepted an invitation to provide consultancy to community foundations in Australia and New Zealand in April 1996, funded by C S Mott Foundation.

The Foundation gratefully acknowledges support received during the year from corporate members who hosted events including Yorkshire Tyne Tees Television, North East Water, Robert Muckle, Akeler Development and Universal Building Society and from Robson Brown for producing the Annual Review and Price Waterhouse for support and advice received during the year.

ORGANISATION

There are three meetings of the full Board each year, which receives reports from the sub committees which meet more frequently. The Director is responsible for implementing Board policies, and is supported by two Assistant Directors, responsible for grantmaking and development. The appointment of an additional assistant director was made possible during the year through donations from Board members. There are also four support staff.

The Foundation administers the Sponsors Club, which promotes business involvement in the arts. The club is advised by a consultant based at the Foundation and agreed to recruit a support worker during the year.

Members of the Board act in a voluntary capacity and do not receive any remuneration. The officers have considerable day to day involvement in the Foundation's affairs.

TYNE & WEAR FOUNDATION
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ANNUAL REPORT 1997 (continued)

DEVELOPMENTS

Significant developments during the year included:

- the decision of the trustees of Douglas Kellett Will Trust to transfer his estate to the Foundation to benefit the elderly.
- the establishment of the Readman Foundation, as a new Fund within the Foundation, with a ten year commitment from Guy Readman OBE to help young people.
- the award of £597,000 by the Millennium Commission, with additional funding from local trusts, to launch a scheme to train and support community leaders over the next three years.

FINANCIAL POSITION

The format of the annual accounts and certain accounting policies have been changed this year in order to meet the requirements of the Charities SORP. In particular, quoted investments are now included in the accounts at market value rather than at cost.

On this basis the Endowment Fund at 31 March 1997 stood at £6,692,144, an increase over the year of £1,206,744, made up of new donations of £481,163 and investment gains of £725,581. Amounts pledged to the endowment fund but not yet received totalled £1,150,000. In addition, the Foundation has to date received £4.5 million of a legacy from the estate of Douglas Kellett which will total approximately £5 million and which will be added to the Endowment Fund.

The Foundation is also the trustee of the Joseph Brough Charitable Trust which has assets at market value of £851,337 at the year end. Including the Brough Trust, the total assets received or pledged to the endowment fund totalled £13.5 million.

The Statement of Financial Activities shows the movement in the year on the Foundation's Unrestricted and Restricted Funds. The year end balances on the Restricted Funds are available in their entirety for future grant making and other direct charitable expenditure. Of the Unrestricted Funds balances at 31 March 1997 of £205,169, the directors regard £89,320 (1996 £114,272) as a general reserve available to meet future administration and development expenditure and therefore consider that the Foundation has adequate financial resources to secure its ongoing business.

OTHER CHARITIES

The Foundation is sole trustee of Joseph Brough Charitable Trust which makes grants in the historic counties of Northumberland and Durham. It also administers the Robson Charity which the trustees are winding up. Both these trusts are administered separately from the Foundation.

It works closely with neighbouring community foundations serving Durham and Cleveland and is a member of the Association of Community Foundations of Trusts (ACTAF) and the Association of Charitable Foundations (ACF).

TANGIBLE FIXED ASSETS

The movement in tangible fixed assets is shown in Note 6 to the accounts.

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ANNUAL REPORT 1997 (continued)

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Directors are required by the Companies Act 1985 and the law applicable to charities in England and Wales, to prepare financial statements for each financial year which give a true and fair view of the Foundation's financial activities during the year and of its financial position at the end of the year.

The Directors consider that in preparing the financial statements on pages 8 to 16, the Foundation has used appropriate accounting policies, consistently applied and supported by reasonable and prudent judgements and estimates, and that all accounting standards which they consider to be applicable have been followed.

The Directors have responsibility to prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Foundation will continue in business.

The Directors have responsibility for ensuring that the Foundation keeps accounting records which disclose with reasonable accuracy the financial position of the Foundation and which enable them to ascertain the financial position of the Foundation and which enable them to ensure that the financial statements comply with the Companies Act 1985.

The Directors have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Foundation and to prevent and detect fraud and other irregularities.

AUDITORS

Price Waterhouse have indicated their willingness to continue in office and a resolution concerning their re-appointment will be proposed to members at the Annual General Meeting.

By Order of the Board



George Hepburn
Company Secretary

10 July 1997

Price Waterhouse



**AUDITORS' REPORT TO THE MEMBERS OF
TYNE & WEAR FOUNDATION
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We have audited the financial statements on pages 8 to 16 which have been prepared under the historical cost convention as modified by the revaluation of listed investments and the accounting policies set out on page 11.

Respective responsibilities of directors and auditors

As described on page 6 the Company's directors (who also act as trustees for the charitable activities of Tyne & Wear Foundation) are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

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

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

Opinion

In our opinion the financial statements give a true and fair view of the charitable company's state of affairs as at 31 March 1997 and of its incoming resources and application of resources, including its income and expenditure, in the year then ended and have been properly prepared in accordance with the Companies Act 1985.

PRICE WATERHOUSE
Registered Auditors
10 July 1997

TYNE & WEAR FOUNDATION
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**STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR
ENDED 31 MARCH 1997**

	<u>Unrestricted Funds</u>	<u>Restricted Funds</u>	<u>Endowment Funds</u>	<u>1997 Total</u>	<u>1996 Total</u>
INCOMING RESOURCES					
Donations	145,119	498,465	424,065	1,067,649	964,856
Investment income	144,538	115,547	-	260,085	238,890
Grants from public bodies	16,632	-	-	16,632	19,700
Interest receivable	45,701	12,981	-	58,682	62,162
Other income	<u>13,697</u>	<u>-</u>	<u>-</u>	<u>13,697</u>	<u>18,947</u>
TOTAL	<u>365,687</u>	<u>626,993</u>	<u>424,065</u>	<u>1,416,745</u>	<u>1,304,555</u>
RESOURCES EXPENDED					
Direct charitable expenditure:					
Grants (Note 2)	161,206	220,693	-	381,899	294,666
Sponsors' club activities	-	45,691	-	45,691	38,649
Other expenditure:					
Grants administration	54,850	24,596	-	79,446	69,603
Development costs	83,947	-	-	83,947	49,666
General administration	<u>35,553</u>	<u>15,943</u>	<u>-</u>	<u>51,496</u>	<u>66,923</u>
TOTAL	<u>335,556</u>	<u>306,923</u>	<u>-</u>	<u>642,479</u>	<u>519,507</u>
NET INCOMING RESOURCES BEFORE TRANSFERS	30,131	320,070	424,065	774,266	785,048
Transfers between funds	<u>-</u>	<u>(57,098)</u>	<u>57,098</u>	<u>-</u>	<u>-</u>
NET INCOMING RESOURCES	<u>30,131</u>	<u>262,972</u>	<u>481,163</u>	<u>774,266</u>	<u>785,048</u>
Gains on endowment fund assets:					
Realised	-	-	220,139	220,139	52,308
Unrealised	<u>-</u>	<u>-</u>	<u>505,442</u>	<u>505,442</u>	<u>705,169</u>
NET MOVEMENT IN FUNDS	30,131	262,972	1,206,744	1,499,847	1,542,525
Fund balances brought forward at 1 April 1996 (as restated)	<u>175,038</u>	<u>153,060</u>	<u>5,485,400</u>	<u>5,813,498</u>	<u>4,270,973</u>
FUND BALANCES CARRIED FORWARD AT 31 MARCH 1997	<u>£205,169</u>	<u>£416,032</u>	<u>£6,692,144</u>	<u>£7,313,345</u>	<u>£5,813,498</u>

All gains or losses which were incurred in the year are included above.

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**INCOME AND EXPENDITURE ACCOUNT FOR
THE YEAR ENDED 31 MARCH 1997**

	<u>1997</u>	<u>1996 (as restated)</u>
INCOME		
Donations	643,584	337,604
Investment income	260,085	238,890
Grants from public bodies	16,632	19,700
Interest receivable	58,682	62,162
Other income	13,697	18,947
	992,680	677,303
EXPENDITURE		
Grants (Note 2)	381,899	294,666
Staff costs (Note 3)	124,773	109,646
Other expenses (Note 4)	135,807	115,195
	642,479	519,507
NET INCOME FOR THE YEAR BEFORE TRANSFERS	350,201	157,796
Transfer to Endowment Fund	(57,098)	-
NET INCOME FOR THE YEAR	<u>£293,103</u>	<u>£157,796</u>

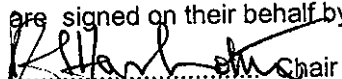
The total income of £992,680 comprises £365,687 for unrestricted funds and £626,993 for restricted funds as shown in the Statement of Financial Activities. The total expenditure of £642,479 comprises £335,556 for unrestricted funds and £306,923 for restricted funds as shown in the Statement of Financial Activities.

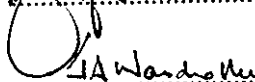
TYNE & WEAR FOUNDATION
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BALANCE SHEET - 31 MARCH 1997

	<u>1997</u>	<u>1996 (as restated)</u>
FIXED ASSETS		
Endowment Fund Investments (Note 5)	6,692,144	5,485,400
Office equipment (Note 6)	22,931	8,997
CURRENT ASSETS		
Debtors (Note 7)	59,182	43,650
Cash:		
Bank balances	1,402,243	688,541
Building societies	74,501	86,472
	<u>1,535,926</u>	<u>818,663</u>
CREDITORS: Amounts due within one year (Note 8)	<u>(937,656)</u>	<u>(499,562)</u>
NET CURRENT ASSETS	<u>598,270</u>	<u>319,101</u>
TOTAL ASSETS LESS CURRENT LIABILITIES	<u>£7,313,345</u>	<u>£5,813,498</u>
CAPITAL FUNDS		
Endowment Fund (Note 9)	6,692,144	5,485,400
INCOME FUNDS (Note 11)		
Unrestricted	205,169	175,038
Restricted	416,032	153,060
TOTAL FUNDS	<u>£7,313,345</u>	<u>£5,813,498</u>

The financial statements on pages 4 to 10 were approved by the Board on 10 July 1997 and are signed on their behalf by:

 Chair

 Treasurer

TYNE & WEAR FOUNDATION
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1997

1 ACCOUNTING POLICIES

(a) Accounting Convention

The accounts have been prepared under the historical cost convention as modified by the revaluation of quoted investments, and in accordance with applicable accounting standards, including the revised charities SORP which came into effect during the year. The comparative figures for the prior year have been restated to reflect the provisions of the SORP where appropriate.

(b) Investments

Quoted investments are stated at market value as at 31 March 1997 in order to comply with the revised Charities SORP which came into effect during the year. The quoted investments held at 31 March 1996, which were previously shown at their original cost, have been restated at market value as at 31 March 1996 and a corresponding entry has been made to the Endowment Fund brought forward at that date.

The freehold property is stated at directors' valuation.

(c) Grant Commitments

Grants commitments are dealt with on an accruals basis. To meet the requirements of The Charities SORP balances at 31 March 1996 totalling £62,988 held on behalf of specific funds and previously shown as grants payable within one year have been reclassified as Income Funds.

(d) Depreciation

Depreciation is calculated to write off the cost of fixed assets over their estimated useful lives at the following rates:

Furniture and Equipment- 20% and 25% per annum

(e) Other expenditure

Staff and other overhead costs have been allocated to the headings under other expenditure on the basis of time spent by staff on these activities.

(f) Pensions

The Foundation makes contributions on behalf of certain staff to a number of independently controlled pension schemes. Contributions are charged over the period to which they relate.

(g) Cashflow statement

The directors have taken advantage of the provisions of Financial Reporting Statement One ("FRS 1") which exempt small companies from the need to present a cash flow statement.

TYNE & WEAR FOUNDATION
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1997 (continued)

2 GRANTS

	<u>1997</u>	<u>1996</u>
Grants approved for payment	385,349	315,216
Grants cancelled	(3,450)	(20,550)
	£381,899	£294,666

A list of grants made in the year is shown in Note 12.

3 STAFF COSTS

Staff costs comprise the following:

	<u>1997</u>	<u>1996</u>
Salaries	186,349	177,912
Social security costs	18,694	17,911
Other pension costs	8,093	7,791
	213,136	203,614
Less: Deducted from other income	(88,363)	(93,968)
	£124,773	£109,646

During the year the Foundation engaged four people to carry out specific consultancy assignments. Their remuneration, which is included in the above analysis, aggregated £88,363 (1996 - £93,968) and has been deducted from other income in the income and expenditure account. Including these four people the average number of people, excluding directors, employed by the company during the year was 10 (1996 : 10). No employee received more than £40,000 in the year. The directors did not receive any remuneration during the year (1996 - £Nil).

4 OTHER COSTS

Other costs include:

	<u>1997</u> £	<u>1996</u> £
Auditors' remuneration	800	800
Depreciation	7,715	5,498

The auditors did not receive any other remuneration during the year.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1997 (continued)

5 ENDOWMENT FUND INVESTMENTS

	<u>Listed Investments</u>	<u>Deposit and other cash balances</u>	<u>Freehold property</u>	<u>Total</u>
<u>At valuation</u>				
At 31 March 1996	5,240,904	225,496	19,000	5,485,400
Additions in the year	1,793,304	155,867	-	1,949,171
Sales in the year	(1,247,869)	-	-	(1,247,869)
Unrealised gain arising in the year	<u>505,442</u>	<u>-</u>	<u>-</u>	<u>505,442</u>
At 31 March 1997	<u>£6,291,781</u>	<u>£381,363</u>	<u>£19,000</u>	<u>£6,692,144</u>
<u>At cost</u>				
At 31 March 1997	<u>£4,931,635</u>	<u>£381,363</u>	<u>£19,000</u>	<u>£5,331,998</u>
At 31 March 1996	<u>£4,386,200</u>	<u>£225,496</u>	<u>£19,000</u>	<u>£4,630,696</u>

The listed investments held at 31 March 1996, which were previously shown at original cost, have been restated at market value in accordance with the requirements of The Charities SORP. The unrealised gain arising on the restatement of £854,704 has been incorporated in the Endowment Fund balance at 1 April 1996 as shown in the Statement of Financial Activities on page 4.

The listed investment are all quoted on the London Stock Exchange.

6 OFFICE EQUIPMENT

	<u>Furniture and Equipment</u>
<u>Cost</u>	
At 31 March 1996	35,156
Additions	21,649
Deletions	(7,797)
At 31 March 1997	<u>49,008</u>
<u>Depreciation</u>	
At 31 March 1996	26,159
Charge for the year	7,715
Deletions	(7,797)
At 31 March 1996	<u>26,077</u>
<u>Net Book Amount</u>	
At 31 March 1997	<u>£22,931</u>
At 31 March 1996	<u>£8,997</u>

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NOTES TO THE FINANCIAL STATEMENTS (continued)

7	DEBTORS	<u>1997</u>	<u>1996</u>
	Donations	27,493	-
	Sundry debtors	6,672	20,857
	Dividends and interest receivable	25,017	22,793
		£59,182	£43,650
8	CREDITORS (Amounts due within one year)	<u>1997</u>	<u>1996</u>
	The Henry Smith's Charity grants programme	641,000	-
	Sundry creditors and accruals	72,407	68,486
	Grants payable	224,249	431,076
		£937,656	£499,562

The Foundation manages a grants programme on behalf of Henry Smith's Charity. During the year grants of £150,500 were paid and £641,000 was outstanding at the year end.

8 TAXATION

The Company by being a registered charity is not liable to UK Income Tax, Corporation Tax, and Capital Gains Tax as long as the income it receives is applied for charitable purposes. There is therefore no tax charge in the accounts.

9 ENDOWMENT FUND

Because the Foundation is a limited company the endowment fund cannot for technical reasons have the legal status of "permanent endowment", but it is the policy of the Directors to treat it in all respects as though it were a permanent endowment. The endowment fund is represented by the endowment fund investments.

10 SUBSEQUENT EVENT

On 30 June 1997 the Foundation received £4.5 million from the Douglas Kellett Will Trust. The balance of the expected £5 million will be received in the forthcoming year.

TYNE & WEAR FOUNDATION
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NOTES TO THE FINANCIAL STATEMENTS (continued)

11 INCOME FUNDS

Tyne & Wear Foundation receives income and donations both for general charitable purposes and also for more specific areas and issues. All grants are approved by the Board and recommendations from people and companies who have set up funds within the Foundation for grants from their funds are always welcomed and usually followed.

Funds are deemed to be restricted either if they have been donated for a specific purpose or appeal or if the donor has made a request that they are applied in one area or field.

The movement in the year on the restricted funds is tabulated below:

	<u>At 1 April</u> <u>1996</u>	<u>Income</u>	<u>Grants</u>	<u>Other</u> <u>Outgoings</u>	<u>At 31 March</u> <u>1997</u>
Alcan Fund	-	5,000	1,705	-	3,295
Amec Fund	5,055	4,900	-	8,078	1,877
Barbour Fund	-	2,394	-	479	1,915
Beecham Fund	(613)	2,411	-	219	1,579
Bellingham Fund	1,666	1,934	500	387	2,713
Courtaulds Fund	7,463	-	7,500	-	(37)
Cowie Fund	10,268	33,536	19,100	6,707	17,997
Davidson Fund	1,583	1,924	-	385	3,122
Durham Fund	2,437	2,291	-	458	4,270
Enact Fund	2,650	-	2,500	-	150
Grounds Fund	(1,800)	3,158	-	-	1,358
Jackie Haq Fund	1,992	1,727	-	345	3,374
Homeless Young People Fund	(630)	5,884	5,500	1,177	(1,423)
North Tyneside Fund	1,335	1,591	900	319	1,707
Northumberland Fund	(9,555)	28,835	13,416	4,451	1,413
Northumberland High Sheriff's Fund	-	607	-	121	486
Northumberland TEC Fund	-	598	-	120	478
Percy Fund	-	444	-	89	355
Readman Foundation	-	338,854	76,115	3,750	258,989
Roycroft Fund	919	5,092	3,790	968	1,253
Save & Prosper Fund	742	6,784	6,825	357	344
Smail Fund	(265)	1,192	-	238	689
South Tyneside Fund	5,147	1,870	2,650	374	3,993
Sponsors Club	53,239	102,823	53,135	54,191	48,736
Sunshine Fund	30,612	17,440	16,261	1,474	30,317
Tiny Lives	41,204	46,303	3,772	56,164	27,571
Tyne & Wear High Sheriff's Fund	(389)	9,006	7,000	2,477	(860)
Young Musicians Fund	-	395	24	-	371
	<u>£153,060</u>	<u>£626,993</u>	<u>£(220,693)</u>	<u>£(143,328)</u>	<u>£416,032</u>

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NOTES TO THE FINANCIAL STATEMENTS (continued)

11 INCOME FUNDS (continued)

Other outgoings include charges for grant making and general administration. Tiny Lives and Amec include transfers to the Endowment Fund of £50,000 and £7,098 respectively. Sponsors Club includes direct charitable expenditure of £45,691.

Since the year end the funds in deficit at 31 March 1997 have all received sufficient income to put them into credit.

As well as general unrestricted funds the Foundation holds the following specific funds which the Directors regard as unrestricted because they are used for general charitable purposes in the Foundation's area of benefit although grants may still be made on recommendations from the donor.

	<u>At 1 April</u> <u>1996</u>	<u>Income</u>	<u>Grants</u>	<u>Other</u> <u>outgoings</u>	<u>At March</u> <u>1997</u>
Anonymous Fund	-	1,793	900	359	534
Bellway Fund	1,512	1,449	1,500	290	1,171
Carr-Ellison Fund	382	1,581	1,620	-	343
Leech Fund	5,830	19,853	23,000	3,971	(1,288)
Merz & McLellan Fund	2,955	8,807	1,450	-	10,312
Millburn Fund	-	2,000	-	-	2,000
NEBLRA Fund	2,884	4,334	-	867	6,351
Newcastle Breweries Fund	6,216	3,143	-	629	8,730
Newcastle Building Society Fund	1,500	1,854	1,382	2,512	(540)
Northern Electric Fund	3,089	8,344	10,000	1,669	(236)
Northumbrian Water Fund	3,967	3,441	4,000	688	2,720
Procter & Gamble Fund	755	1,576	1,000	315	1,016
Ringtons Fund	1,429	3,464	2,600	693	1,600
Robson Brown Fund	3,061	2,813	-	33	5,841
Rolls Royce Fund	2,755	1,466	-	293	3,928
Rowntree Fund	912	9,488	8,500	1,898	2
J&T Smith Fund	-	163	-	33	130
Vaux Fund	3,582	6,325	-	1,265	8,642
Watkin Family Fund	3,149	22,439	16,925	-	8,663

12 GRANTS AWARDED

Grants awarded during the year are listed overleaf.

Note 12 - GRANTS OVER £1000

	£
Access to Working Countryside	1000
Age Resource Desk, N Tyneside	6000
Apna Ghar	10000
Barbara Priestman School	2000
Benridge Community Association	1000
Berwick Youth Project	5000
Black Arts	1000
Brainy Bunch	1000
Brave Hearts North East	3500
Canterbury House Family Centre	3000
Castle Morpeth Disability Ass	10000
Century Theatre	2000
Chat Shop	7500
City of Newcastle upon Tyne	4000
Community Council of Northumberland	11125
Cruddas Park Community Trust	7500
Darlington Civic Theatre	5000
David Scott	1000
DECDRUG	1500
Derwentside Volunteer Bureau	2000
Disability Forum N Tyneside	1000
Disability Action North East	5000
Durham University Business School	4000
East Howden Community Association	10000
Endeavour Training	7000
Equal Arts	1000
Felstead School	2000
Folkworks	1000
Fulcrum Project	3600
Gateshead MBC Youth Activites	6000
Geordie Jaunts	2000
Headway Theatre	4000
Hendon Young Peoples Project	4200
ISIS Arts	1500
Ladycross Nature and Art	1000
Lake District Art Gallery	2000
Lake District Music Festival	2000
Lanchester Methodist Church	1000
LINKS	10000
Lisa Marie Dance	1000
Longridge Towers School	2400
Longbenton Youth Project	3000
Mid Northumberland Arts Group	1000
Mid Tyne Activities Centre	1000
Mobex North East	7300
Murray House Youth Centre	4000
Muscular Dystrophy Group	2600
Music in the Cathedral	1000
National Trust Northumbria Region	2500
National Trust Northumbria Region	4500
Neighbourhood Energy Action	2000
Newbiggin Hall Youth Project	13000
Newburn Sea Cadets	1000
Newcastle Childrens Adventure Group	1000
Newcastle Common Purpose	1000
North Tyneside Council	2500
Northern Sinfonia	1750
Northgate Arts Project	2000

Note 12 - GRANTS OVER £1000

Northumberland Theatre Company	1500
Northumbria Coalition Against Crime	1000
Nothumberland Scout Association	5500
Playbacks North East	1500
Pre Schoool Learning Alliance	10000
Princes Youth Business Trust	5000
Quodm Arts	2200
Relate Sunderland	3000
Rights Project	10000
Samantha Smith	2500
Save The Children	1000
Save The Children	14000
Sean Seago	1050
Sick Childrens Trust	2000
Sightlines Initiative	1000
Signpost North East	1500
South Tyneside CAB	5000
South Tyneside Credit Unions	4000
Southwick Community Transport	1000
Southwick Youth Project	3000
Sponsors Club	5000
Sunderland Catholic Youth Centre	1000
Sunderland Empire Theatre	2500
Sunderland YWCA	6015
Tullie House Museum	1350
Tyne & Wear Museums	5000
Tyne Theatre Trust Ltd	2500
Tyneside Housing Aid Centre	1000
Visual Arts UK	5000
Walker Health Project	1200
West End Youth Centre	5000
Whitburn Youth Project	2000
YMCA Herrington Burn	5000
YMCA Sunderland	2000
Young Asian Voices	3000
Grants under £1000 - 193	54059

TOTAL	385349
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