

**THE JUNIUS S. MORGAN  
BENEVOLENT FUND**

**REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2009**

**A charity founded and operated for the  
benefit of nurses - whether practising or retired**

Founded 1890  
Registered in England as a Charity No: 206126

Registered Office:  
SG Hambros Trust Company Limited  
Norfolk House  
31 St James's Square  
London SW1Y 4JR

Tel: 020 7597 3000

**THE JUNIUS S. MORGAN BENEVOLENT FUND**

**REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2009**

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**THE JUNIUS S. MORGAN BENEVOLENT FUND**  
**REFERENCE AND ADMINISTRATIVE INFORMATION**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

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**TRUSTEES**

V G West  
R J Greenwood  
Miss Sue Norman  
The Burdett Trust for Nursing

**REGISTERED CHARITY NUMBER**

206126

**PRINCIPAL OFFICE AND CORPORATE SECRETARY**

S G Hambros Trust Company Limited, Norfolk House, 31 St James's Square, London SW1 4JR

**AUDITORS**

haysmacintyre, Fairfax House, 15 Fulwood Place, London WC1V 6AY

**BANKERS**

S G Hambros Bank Limited, Norfolk House, 31 St James's Square, London SW1 4JR

**SOLICITORS**

Bircham Dyson Bell, 50 Broadway, Westminster, London SW1H 0BL

**INVESTMENT MANAGER**

CCLA Investment Management Limited, COIF Charity Funds, 80 Cheapside, London EC2V 6DZ

# THE JUNIUS S. MORGAN BENEVOLENT FUND

## TRUSTEES' REPORT

### FOR THE YEAR ENDED 31 DECEMBER 2009

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The Trustees present their report and the financial statements for the year ended 31 December 2009 which are prepared in accordance with the requirements of the Charities Act 1993, the revised Statement of Recommended Practice "Accounting and Reporting by Charities", issued in March 2005, and applicable accounting standards.

#### REFERENCE AND ADMINISTRATIVE DETAILS

Details of the charity's Trustees and advisors are shown on page 1.

#### STRUCTURE, GOVERNANCE AND MANAGEMENT

##### Foundation

The Benevolent Fund was established in 1890 by policyholders of The Royal National Pension Fund for Nurses, as a memorial to one of its founders - Mr. Junius S. Morgan. It is constituted under trust deed.

##### Organisation

The Trustees are appointed by existing Trustees. On appointment, they are informed about the activities of the charity and are made aware of developments in the sector as required. The day to day administration of the charity is delegated to SG Hambros Trust Company Limited, which also acted as Secretary to the Fund during the year.

##### Risk management

The Trustees have undertaken a review of the major risks that could face the charity and are satisfied that adequate measures are in place to minimise the impact of the risks.

#### OBJECTS AND ACTIVITIES

The aim of the charity is to provide financial or other relief for needy practising and former members of the nursing profession through the provision of grants. The Trustees have had regard to Charity Commission guidance concerning public benefit when considering the activities of the charity.

##### Grant making and operational policy

The Fund assists registered nurses who have practised in the UK for a minimum of five years.

The Trustees consider applications from nurses or former nurses who find themselves in hardship for a variety of reasons. Prolonged physical or mental ill health, broken marriages or the death of the primary wage earner may have created unforeseen expenditure and debt. All applicants are encouraged to help themselves by prudent management of their resources and in some cases a prompt cash grant is all that is needed to achieve this. Please note the Fund does not usually pay educational fees.

The Fund will make regular cash payments to assist with payments for a variety of purposes including lighting, heating, telephone charges, household renewal costs (decorating, furniture, furnishings), television rental and licence fees, as the need arises. The Fund does not pay residential or nursing home fees, holidays or respite care.

The maximum given to any individual in any one year will not normally exceed £1,500.

In all relevant cases, we ensure that the applicant is in receipt of all the Social Security benefit to which he/she may be entitled.

**Mortgages:** The Fund has historically offered mortgages to individuals as a method of providing financial support. Interest is charged at a favourable rate close to that of the Bank of England's Base Rate. Due largely to the restricted funds of the charity and the high costs associated with the granting of mortgages, it is not anticipated that any new arrangements will be entered into.

## **THE JUNIUS S. MORGAN BENEVOLENT FUND**

### **TRUSTEES' REPORT (continued)**

**FOR THE YEAR ENDED 31 DECEMBER 2009**

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#### **FINANCIAL INFORMATION AND FUTURE DEVELOPMENTS**

The Trust has joined the ACO (The Association of Charity Officers) which is an organisation which has a help-line providing details on a wide range of Benevolent funds to agencies such as SSAFA, Citizens Advice Bureaux and other advisers as well as to individuals. Membership also means that the charity is able to work closely with other Benevolent funds and thus to help each other to ensure that common practices are developed, where appropriate, and experiences shared.

The amount given in grants increased from £148,153 in 2008, to £212,214 in 2009. As in previous years, grants were given for a variety of reasons including house repairs, utility bills and debt assistance.

The current interest rate on the mortgages is 2%. There is now only one mortgage remaining.

All grants were given to individuals, and none of them were in excess of £1,500.

#### **Investment powers, policy and performance**

The Trustees' investment powers are governed by the trust deed, which permits the charity's funds to be invested in any shares or securities, or other investments.

Investment income has decreased from £63,362 in 2008 to £62,650 in 2009.

#### **Transfer of assets to new incorporated charity**

With effect from 31 December 2009, the assets and activities of the Fund were transferred to a new incorporated charity, Junius S Morgan Benevolent Fund (Charity Number 1131892) and the Fund was removed from the Charity Commission register.

#### **TRUSTEES' RESPONSIBILITIES IN RESPECT OF THE FINANCIAL STATEMENTS**

The Charities Act requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and its income and expenditure for the period. In preparing those financial statements the Trustees are required to;

- Select suitable accounting policies have been selected and applied consistently;
- Make judgements 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 in business.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Statement of Recommended Practice "Accounting and Reporting by Charities" and the Charities Act.

They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention of fraud and other irregularities.

On behalf of the Trustees

**Trustee**

**INDEPENDENT AUDITORS REPORT TO THE TRUSTEES OF  
THE JUNIUS S. MORGAN BENEVOLENT FUND**

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We have audited the financial statements of The Junius S. Morgan Benevolent Fund for the year ended 31 December 2009 which comprise the Statement of Financial Activities, the Balance Sheet, and the related notes. These financial statements have been prepared under the accounting policies set out therein.

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

**Respective responsibilities of trustees and auditors**

As described in the Statement of Trustees' Responsibilities the charity's trustees are responsible for preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

We have been appointed as auditors under section 43 of the Charities Act 1993 and report in accordance with regulations made under section 44 of that Act. Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Charities Act 1993. We also report to you if, in our opinion, the Trustees' Report is not consistent with the financial statements, if the charity has not kept proper accounting records or if we have not received all the information and explanations we require for our audit.

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

**Basis of audit opinion**

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

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

**Opinion**

In our opinion the financial statements:

- give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the charity's affairs as at 31 December 2009 and of its incoming resources and application of resources in the year then ended; and
- have been properly prepared in accordance with the Charities Act 1993.

haysmacintyre  
Chartered Accountants  
Registered Auditors

Fairfax House  
15 Fulwood Place  
London  
WC1V 6AY

Date:

**THE JUNIUS S. MORGAN BENEVOLENT FUND**

**STATEMENT OF FINANCIAL ACTIVITIES**

**FOR THE YEAR ENDED 31 DECEMBER 2009**

	Notes	General Fund £	Permanent Endowment £	Total 2009 £	Total 2008 £
<b>Incoming resources</b>					
<i>Incoming resources from generated funds</i>					
Donations		201,222	-	201,222	135,109
Investment income	4	62,650		62,650	63,362
<b>Total incoming resources</b>		<u>263,872</u>	<u>-</u>	<u>263,872</u>	<u>198,471</u>
<b>Resources expended</b>					
<i>Charitable activities</i>					
Grants payable in the furtherance of the charity's objects	5	212,214	-	212,214	148,153
Grant support costs	6	39,269	-	39,269	26,876
		<u>251,483</u>	<u>-</u>	<u>251,483</u>	<u>175,029</u>
<i>Governance</i>	6	17,898	-	17,898	20,758
<b>Total resources expended</b>		<u>269,381</u>	<u>-</u>	<u>269,381</u>	<u>195,787</u>
<b>Net (outgoing) / incoming resources</b>		(5,509)	-	(5,509)	2,684
Net gains/(losses) on investment assets	7	103,173	-	103,173	(442,590)
<b>Net movement in funds</b>		<u>97,664</u>	<u>-</u>	<u>97,664</u>	<u>(439,906)</u>
Fund balances brought forward		1,369,218	56,881	1,426,099	1,866,005
		<u>1,466,882</u>	<u>56,881</u>	<u>1,523,763</u>	<u>-</u>
<b>Transfer to new charitable company</b>	11	(1,466,882)	(56,881)	(1,523,763)	-
<b>Fund balance carried forward at 31 December 2009</b>		<u>0</u>	<u>0</u>	<u>0</u>	<u>1,426,099</u>

All amounts derive from operations which have now been transferred to a new charitable company. All gains and losses recognised in the year are included in the statement of financial activities. The notes on pages 7 to 9 form an integral part of these financial statements.

**THE JUNIUS S. MORGAN BENEVOLENT FUND**

**BALANCE SHEET**

**FOR THE YEAR ENDED 31 DECEMBER 2009**

	Notes	2009		2008	
		£	£	£	£
<b>Fixed assets</b>					
Investments	7		0		1,292,347
<b>Current assets</b>					
Debtors	8	0		51,476	
Cash at bank and in hand		0		100,501	
				<u>151,977</u>	
Creditors: amounts falling due within one year	9	0		(18,225)	
				<u></u>	
<b>Net current assets</b>			0		133,752
			<u>0</u>		<u>133,752</u>
<b>Total net assets</b>			0		1,426,099
			<u>0</u>		<u>1,426,099</u>
<b>Represented by:</b>					
<i>Funds</i>	10				
General funds			0		1,369,218
Permanent endowment fund			0		56,881
			<u>0</u>		<u>1,426,099</u>
			<u>0</u>		<u>1,426,099</u>

The Financial Statements on pages 5 to 9 were approved and authorised for issue by the Trustees on and signed on their behalf by:

Trustee

# THE JUNIUS S. MORGAN BENEVOLENT FUND

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2009

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### 1. Basis of Accounting

The financial statements have been prepared under the historic cost convention as modified by the inclusion of investments at market value, and in accordance with the Charities Act 1993, the revised Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 2005) and applicable accounting standards.

### 2. Accounting Policies

- (a) Donations, covenanted income and legacies are included in the accounts in the year in which they are received.
- (b) Investment income is accounted for on an accruals basis in the year to which it relates.
- (c) Realised gains and losses on investments are calculated as the difference between net sales proceeds and the original cost in the case of investments purchased during the year and otherwise as the difference between net sales proceeds and the previous valuation.
- (d) Unrealised gains and losses on investments are calculated as the difference between the carrying valuation of investments at the Balance Sheet date and the original cost in the case of investments purchased during the year and otherwise as the difference between current valuation and the previous valuation.
- (e) Stock Exchange securities stand in the balance sheet at middle market price as at the balance sheet date adjusted for accrued interest.
- (f) Grants payable are charged in the year when the offer is conveyed to the recipient except in those cases where an offer is conditional. Such grants being recognised as expenditure when the conditions are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as commitments, but not accrued expenditure.
- (g) The costs of the charity are split between grant support costs and governance costs, which are those costs associated with running the charity and meeting statutory and regulatory requirements. They consist of direct costs or are allocated on the basis of time spent.

### 3. DONATIONS

Donations include an amount of £200,000 received from the Burdett Trust for Nursing.

### 4. INVESTMENT INCOME

	2009 £	2008 £
Mortgage interest	902	1,784
Income from Investments	61,729	57,969
Bank interest	19	3,609
	<u>62,650</u>	<u>63,362</u>

THE JUNIUS S. MORGAN BENEVOLENT FUND

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2009

**5 GRANTS PAYABLE**

There were 127 recipients of one off grants provided by the charity, at an average grant of £1,309 (2008: £565) per recipient. There were no grants of more than £1,500 (2008: nil).

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
<b>Reconciliation of grants payable:</b>		
Commitments made in the year	212,214	148,153
Grants paid during the year	(212,214)	(148,153)
	<u>          </u>	<u>          </u>
Commitments at 31 December	-	-
	<u>          </u>	<u>          </u>

**6 MANAGEMENT AND ADMINISTRATION OF THE CHARITY**

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
<i>Support costs</i>		
General administrative costs	37,662	26,737
Subscriptions and Publications	1,058	(48)
Consultancy Fee	430	50
Bank charges	119	137
	<u>          </u>	<u>          </u>
	39,269	26,876
<i>Governance costs</i>		
Legal and professional	15,431	18,343
Audit	2,467	2,415
	<u>          </u>	<u>          </u>
	57,167	47,634
	<u>          </u>	<u>          </u>

**7 INVESTMENTS**

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Market value 1 January	1,292,347	1,700,907
Additions	-	34,030
Unrealised investment gains	103,173	(442,590)
	<u>          </u>	<u>          </u>
Market Value 31 December transferred to new charitable company	1,395,520	1,292,347
	<u>          </u>	<u>          </u>

**THE JUNIUS S. MORGAN BENEVOLENT FUND**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2009**

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<b>8 DEBTORS</b>	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Prepayments and accrued income	0	51,476
	<u>0</u>	<u>51,476</u>
<b>9 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>	<b>2009</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
Accruals	0	18,225
	<u>0</u>	<u>18,225</u>
	<u>0</u>	<u>18,225</u>

**10. PERMANENT ENDOWMENT FUNDS**

The permanent endowment fund represents the original endowment to provide funding for practising and former nursing members including missionaries. The income of the fund contributes to the cost of management and administration.

**11. TRANSFER OF FUNDS TO NEW CHARITABLE COMPANY**

With effect from 31 December 2009, the assets and activities of the Fund were transferred to a new incorporated charity, Junius S Morgan Benevolent Fund (Charity Number 1131892) and the Fund was removed from the Charity Commission register.