

256691

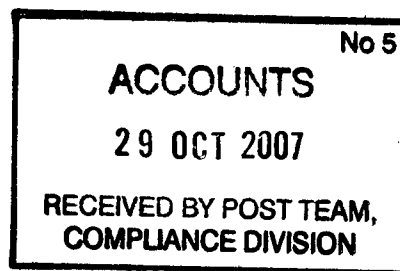
5/4/07

**BLUSTON CHARITABLE
SETTLEMENT OF 15 MARCH 1968**

Financial statements

Year Ended 5 April 2007

Charity No: 256691



BLUSTON CHARITABLE SETTLEMENT OF 15 MARCH 1968
Report and Financial Statements for the year ended 5 April 2007

Contents

Page:

- 2. Legal and administrative information
- 3. Report of the trustees.
- 5. Report of the independent auditors.
- 7. Statement of financial activities.
- 8. Balance sheet.
- 9. Notes forming part of the financial statements.

BLUSTON CHARITABLE SETTLEMENT OF 15 MARCH 1968

Legal and administrative information

Settlor	Jack Bluston
Trustees	Martin David Paisner CBE Daniel Isaac Dover
Solicitors	Berwin Leighton Paisner, Adelaide House, London Bridge, London EC4R 9HA
Bankers	Barclays Bank plc, 9 Portman Square, London W1A 3AL
Accountants and Auditors	Gallaghers, P O Box 698, Second Floor, Titchfield House, 69-85 Tabernacle Street, London EC2A 4R
Investment Managers	Barclays Private Bank plc, 43 Brook Street, London W1K 4HJ

BLUSTON CHARITABLE SETTLEMENT OF 15 MARCH 1968

Report of the trustees for the year ended 5 April 2007

The trustees present their report along with the financial statements of the charity for the year ended 5 April 2007. The financial statements have been prepared in accordance with the accounting policies set out on page 9 and comply with the charity's trust deed and applicable law.

Constitution and objects

The Bluston Charitable Settlement is constituted under a trust deed dated 15 March 1968 and the Settlor is Jack Bluston. It is a registered charity no 256691.

The objects of the charity are for the Trustees to hold the Trust Fund and the income thereof to or towards or for the benefit or in furtherance of such charitable purposes or charitable institutions as the Trustees shall in their absolute discretion think fit.

Organisation

The trustees who have served during the year and since the year end are set out on page 2. The Charity has no employees

Grant making policy

The Trustees meet quarterly to consider applications from a wide range of charities. During the year ended 5 April 2007, the trustees have supported charities in the following areas:

- Education of children
- Capital expenditure projects for schools and other educational establishments.
- Support for the welfare of the underprivileged
- Support of hospitals and medical institutions
- Universities for specific research projects

Financial review and investment policy

During the year, the charity had income of just under £1m and the Trustees made donations of £945,402 (2006: £1,090,794). The trustees have funds under management with Barclays Private Bank who operate the investment strategy on behalf of the trustees.

The Trustees hope to maintain the same level of donations made by the charity in the near future.

Reserves policy

The intention of the Trustees is to retain the Bluston Securities Limited shares (which are not tradable) together with the other assets received from the Estate of the late Elizabeth Bluston, as long term investments. They will distribute the Trust income within a reasonable period from each year end.

Risk management

The trustees have not identified any specific risks that attach to the administration of the Trust.

BLUSTON CHARITABLE SETTLEMENT OF 15 MARCH 1968

Report of the trustees for the year ended 5 April 2007 (continued)

Trustees' responsibilities in relation to the financial statements

Law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing those financial statements, the trustees are required to:

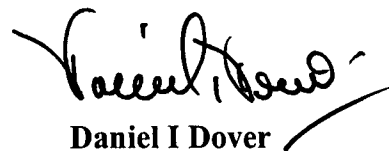
- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards and statement of recommended practice have been followed subject to any departures disclosed and explained in the financial statements; and
- 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 accounting records which disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 1993. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees and signed on their behalf by:



Martin D Paisner CBE



Daniel I Dover

Date: 20 September 2007

BLUSTON CHARITABLE SETTLEMENT OF 15 MARCH 1968

Report of the independent auditors

Report of the independent auditors to the trustees of Bluston Charitable Settlement of 15 March 1968

We have audited the financial statements set out on pages 7 to 13 for the year ended 5 April 2007 which have been prepared under the accounting policies set out on page 9.

Respective responsibilities of trustees and auditors

The Trustee's responsibilities for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Trustees' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding Trustees' remuneration and transactions with the charity is not disclosed.

We read the Trustees' Report and consider the implications for our report if we become aware of any apparent misstatements within it. We have been appointed auditors under section 43 of the Charities Act 1993 and report in accordance with regulations made under section 44 of that Act.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relating to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made 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 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.

BLUSTON CHARITABLE SETTLEMENT OF 15 MARCH 1968

Report of the independent auditors (continued)

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the charity at 5 April 2007 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.

Gallagher

Gallaghers
PO Box 698
Second Floor
Titchfield House
69-85 Tabernacle Street
London
EC2A 4RR

Date: 15 October 2007

BLUSTON CHARITABLE SETTLEMENT OF 15 MARCH 1968

Statement of Financial Activities for the year ended 5 April 2007

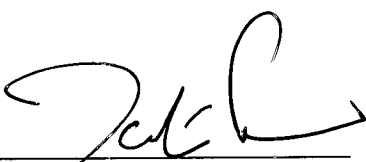
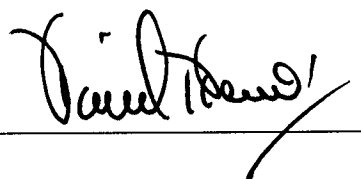
	Notes	2007 £	2006 £
Incoming resources			
Donations and gifts	2	0	4,707,206
Activities for generating funds:	3	983,469	305,277
Investment income			
Total incoming resources		<u>983,469</u>	<u>5,012,483</u>
Resources expended			
Costs of generating funds:			
Professional costs	4	<u>8,000</u>	<u>8,217</u>
		8,000	8,217
Charitable expenditure:			
Charitable activities-Grants payable	5	<u>945,402</u>	<u>1,090,794</u>
		953,402	1,099,011
Governance Costs	6	17,684	16,052
Total resources expended		<u>971,086</u>	<u>1,115,063</u>
Net Incoming/(outgoing) resources before other recognised gains and losses		12,383	3,897,420
Other recognised gains and losses:			
Gain on investments	7	28,164	138,217
Unrealised gain on quoted investments	7	(32,928)	166,463
Net movement in funds		<u>7,608</u>	<u>4,202,100</u>
Balance at 6 April 2006		10,635,535	6,433,435
Balance at 5 April 2007		<u>10,643,144</u>	<u>10,635,535</u>

All funds are unrestricted

BLUSTON CHARITABLE SETTLEMENT OF 15 MARCH 1968**Balance sheet as at 5 April 2007**

	Notes	2007 £	2006 £
Fixed assets			
Quoted Investments	7	2,833,716	2,705,242
Unquoted Investments	8	7,609,440	7,609,440
Cash for Investment		63,093	262,078
		<u>10,506,249</u>	<u>10,576,760</u>
 Current assets			
Debtors	9	0	6,573
Cash at bank and in hand	10	<u>142,770</u>	<u>61,603</u>
		142,770	68,176
 Creditors: amounts falling due within one year	11	5,875	9,401
		<u> </u>	<u> </u>
 Net current assets		<u>136,895</u>	<u>58,775</u>
 Total net assets		<u>10,643,144</u>	<u>10,635,535</u>
 Unrestricted Funds		<u>10,643,144</u>	<u>10,635,535</u>

These Financial Statements were approved by the trustees on 20 September 2007

**M D Paisner CBE****D I Dover**

BLUSTON CHARITABLE SETTLEMENT OF 15 MARCH 1968

Notes forming part of the financial statements for the year ended 5 April 2007

1. Principal accounting policies

(a) Accounting convention

The financial statements are prepared under the historical cost convention except for quoted investments which are included at market value and in preparing the financial statements the charity follows best practice as laid down in the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2005) issued in March 2005.

(b) Investment Income

Investment income is accounted for in the period in which the charity is entitled to receipt.

(c) Expenditure is included on an accruals basis.

(d) Fixed asset investments

Quoted Investments are stated at their closing mid market value at the balance sheet date and any gain or loss on revaluation is taken to the SOFA. The Unquoted investments are stated at the most recently obtained market value, less provision for any permanent diminution in value.

(e) Funds structure. All funds are unrestricted

2. Donations and gifts

	2007 £	2006 £
Interim distributions from the Estate of the Late Elizabeth Bluston	0	4,707,283
	<u>0</u>	<u>4,707,283</u>

3. Investment income

UK Fixed Interest securities	19,534	8,150
Foreign Fixed Interest securities	30,347	9,065
UK quoted equities	0	7,942
UK unquoted equities	916,800	275,040
Interest on cash deposits – received gross	16,788	5,080
	<u>983,469</u>	<u>305,277</u>

4. Professional costs

Investment Management Fees	<u>8,000</u>	<u>8,217</u>
----------------------------	--------------	--------------

BLUSTON CHARITABLE SETTLEMENT OF 15 MARCH 1968

Notes forming part of the financial statements for the year ended 5 April 2007
(continued)

5.	Grants payable	Charity Number	2007 £	2006 £
	British Friends of Yeshivat Chedvat Hatorah	1090069	38,333	45,000
	British Friends of Ohel Sarah	1004992	0	25,000
	British Friends of Jaffa Institute	282049	0	15,000
	British Institute of International and Comparative Law	209425	0 25,000	0 0
	Camp Simcha	1044685	5,000	0
	CCJO-ReneCassin	1117472	5,000	0
	Chai Cancer Care	1078956	20,000	0
	Common Denominator	1077760	13,333	0
	Community Security Trust	1042391	25,000	0
	Community Trading Limited	8052559	0	2,000
		/244790		
		00		
	Cosgrove Care	SC1320	0	10,000
		8		
	Depression Disorder clinic	5801689	13,380	0
		87		
	Dalaid	1064655	0	50,000
	Emmaus South Lambeth	1069610	37,500	0
	Encounter-Jewish Outreach Network	1064674	0	20,000
	Ezer Mizion	1073496	26,157	28,377
	Friends of Mir Yeshiva	270864	0	50,000
	Friends of Sapir Medical Center		67,060	73,271
	Friends of the Sick	210472	6,250	0
	Gateshead Talmudical College	527414	25,000	0
	Get Set Girls	1085966	5,000	0
	Golders Green Beth Hamedrash		35,000	0
	Hadassah UK	1040848	0	10,000
	Hertsmere School (Yavneh College Trust)	1061613	50,000	0
	HGSS friends of Lvov	1101079	0	17,118
	Holocaust Educational Trust	327640	0	10,000
	ILAN	1061061	0	27,525
	Imperial War Museum	294360	0	10,000
	I Rescue	1077913	0	20,000
	JABE	1038453	10,000	0
	Jaffa Institute	282049	13,340	0
	JAMI	1003345	10,000	15,000
	Jewish Care	802559	0	50,000
	Jewish Music Institute	328228	2,000	0
	Jewish Museum	1009819	50,000	0
	JNF	225910	2,500	0
	King David School	526631	5,000	0
	Kisharon	271519	25,000	25,000
	Balance carried forward		544,854	503,291

BLUSTON CHARITABLE SETTLEMENT OF 15 MARCH 1968

**Notes forming part of the financial statements for the year ended 5 April 2007
(continued)**

5.	Charity Number	2007 £	2006 £
Balance brought forward		544,854	503,291
London Academy of Jewish Studies	270680	30,000	30,000
Langdon Foundation	1015622	5,000	0
Mechinoh Boys School	326264	0	10,000
Mentor UK	1072619	15,000	15,000
Ohel Sarah	1004992	25,000	0
Nightingale House	207316	0	120,000
North West Jewish Day School	312519	0	20,000
Ohel Torah Beth David	327912	60,000	30,000
Prisoners Abroad	1093710	25,000	25,000
Queen Mary, University of London		12,500	12,500
Rosh Pinah Jewish Primary School	1082137	25,000	0
SOAS University		8,000	0
The Clubhouse	1097081	25,000	25,000
UCL Oncology		16,667	9,653
University College London		12,500	6,250
UJS Hillel	313503	0	5,000
Weizmann Institute Foundation	232666	15,000	39,100
World Jewish Relief	290767	25,000	100,000
Yeshiva Or Israel	5800031	26,681	0
	68		
Yeshiva Orot Yehuda	1371690	25,000	0
	26		
Yeshivas Sha'arei Torah College Building Fund	1060716	75,000	115,000
Yesodey Hatorah Schools	1103911	0	25,000
Zichron Menachem	1102612	4,200	0
		<u>945,402</u>	<u>1,090,794</u>

BLUSTON CHARITABLE SETTLEMENT OF 15 MARCH 1968

Notes forming part of the financial statements for the year ended 5 April 2007
(continued)

	2007 £	2006 £
6. Governance costs		
Bank charges	873	564
Legal Fees	3,936	4,700
Auditors Fees	5,875	5,288
Trust management fee	7,000	5,500
	<u>17,684</u>	<u>16,052</u>

No trustees received remuneration or were reimbursed for expenses in the current or preceding year.

M D Paisner CBE is a Partner of Berwin Leighton Paisner. This firm provided and continues to provide, legal services and general management for the Trust. The total fees (including VAT and disbursements) paid to the firm during the year to 5 April 2007 were £3,936 (2006 - £4,700).

	2007 £	2006 £
7. Quoted Investments		
Market value at 6 April 2006	2,705,242	73,613
Cost of acquisitions in the year	1,665,451	4,879,582
Proceeds from disposal	<u>1,532,203</u>	<u>2,552,633</u>
Net cash invested in the year	<u>133,248</u>	<u>2,326,949</u>
	2,838,490	2,400,562
Realised Gains in the year	28,164	138,217
Movement in unrealised valuation gains in the year	<u>(32,938)</u>	<u>166,463</u>
Net gains in the year	<u>(4,774)</u>	<u>304,680</u>
Market value at 5 April 2007	<u>2,833,716</u>	<u>2,705,242</u>
Investments at market value comprised:		
Foreign equities	81,416	73,786
Foreign Unit Trusts	<u>2,752,300</u>	<u>2,631,456</u>
	<u>2,833,716</u>	<u>2,705,242</u>

BLUSTON CHARITABLE SETTLEMENT OF 15 MARCH 1968

Notes forming part of the financial statements for the year ended 5 April 2007
(continued)

8. Unquoted Investments

	2007 £	2006 £
Market value at 6 April 2006	7,609,440	5,819,130
Additions	<u>0</u>	<u>1,790,310</u>
Market value at 5 April 2007	<u>7,609,440</u>	<u>7,609,440</u>

The unquoted investment held is 916,800 Ordinary shares in Bluston Securities Ltd. The latest valuation obtained is £8.30 per share, as at 22 March 2001. In 2006, 215,700 shares was received as part of a distribution from the Estate of the late Mrs E Bluston. These shares are valued on the same basis as the shares already held at £8.30 per share. The valuation was carried out by the Share Valuation Division of BDO Stoy Hayward LLP in conjunction with Smith Melzack, Chartered Surveyors. The Trustees consider that a revaluation at this point is not necessary as the costs of obtaining a revised valuation are thought to outweigh the benefit.

9 Debtors

	2007	2006 £
Income tax recoverable	0	323
Other debtor	<u>0</u>	<u>6,250</u>
	<u>0</u>	<u>6,573</u>

10 Cash at bank and in hand

Cash at bank	142,770	61,603
	<u>142,770</u>	<u>61,603</u>

11. Creditors: Amounts falling due within one year

	2007 £	2006 £
Accountancy fees	5,875	9,401
	<u>5,875</u>	<u>9,401</u>