



The University of Cape Town Trust

UK Registered Charity 803042

Trustees Annual Report & Financial Statements 31st December 2019



THE UNIVERSITY OF CAPE TOWN
Trust

A UK registered Charitable Trust (No 803042) supporting the University of Cape Town, South Africa

Trustees: Sir Franklin Berman KCMG QC (Chairman) Professor Hugh Corder The Hon. Dame Linda Dobbs DBE Richard J Gnodde
Paul Kumleben Dame Judith Macgregor DCMG LVO Charles G McGregor Professor Ntobeko Ntusi
Justice Catherine O'Regan Dr Elaine Potter Stephen Westwell



THE UNIVERSITY OF CAPE TOWN

Trust

CONTACT INFORMATION

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Charity Number: 803042

Consultant Director: Mrs Angela Edwards

TRUSTEES

Sir Franklin Berman KCMG QC	Chairman
Professor Hugh Corder	
The Hon Dame Linda Dobbs DBE	
Mr Richard Gnodde	
Mr Paul Kumleben	
Dame Judith Macgregor DCMG LVO	
Mr Charles McGregor	
Professor Ntobeko Ntusi	Appointed May 2019
Justice Catherine O'Regan	Appointed May 2019
Dr Elaine Potter	
Mr Stephen Westwell	

Solicitor: Charles Russell Speechlys LLP, 5 Fleet Place, London EC4M 7RD

Auditor: RSM UK Audit LLP, Highfield Court, Tollgate, Chandlers Ford, Eastleigh, SO53 3TY

Banker: NatWest Bank plc, 1 High Street, Weybridge, KT13 5UA

Investment Managers: BlackRock, PO Box 9036, Chelmsford, CM99 2XD

**TRUSTEES' ANNUAL REPORT
for the year ended 31 December 2019**

The Trustees present their report and the financial statements of The University of Cape Town Trust (also known as the "UCT Trust") for the year ended 31 December 2019.

The University of Cape Town Trust is a United Kingdom charitable trust which works to support the University of Cape Town, South Africa. The University of Cape Town is committed to excellence and to equity in its mission to be an outstanding teaching and research university.

STRUCTURE, GOVERNANCE AND MANAGEMENT**Status & History**

The University of Cape Town Trust ("UCT Trust" or "Trust") is a registered UK charitable trust which raises funds and support in Britain and in other parts of Europe for the University of Cape Town ("UCT") in South Africa. It aims to help UCT build on its role as a world-class university in Africa, the leading research institution on the continent producing well-trained graduates to lead South Africa's economic and social transformation. The UCT Trust also fosters and develops relations with UCT's alumni who are based in the UK, through events which serve to inform alumni of the research and outreach work being carried out at the University, and fundraising campaigns to encourage alumni to support their *alma mater*.

The Trust became a registered charity on 19 March 1990, and is governed by the rules and regulations set down in its trust deed dated 5 March 1990 (as subsequently amended). This trust deed (lodged with the Trust's solicitors, Charles Russell Speechlys) regulates the purpose and administration of the charity.

Organisational Structure

The UCT Trust is administered by a board of Trustees, led by its Chairman. The overall strategic direction of the charity is determined by the Trustees, who hold meetings and discuss priorities on a regular basis. All decisions of the Trustees are taken after discussion either at meetings or by correspondence, and would, if necessary, be put to an open vote. The number of Trustees is subject to a maximum of 12, a minimum of 6 and a quorum of 5.

The day-to-day administration of the Trust's affairs is dealt with by a minimum of one and maximum of two part-time self-employed consultants, who operate under authority delegated by the Trustees and who provide advice to the Trustees in respect of the activities of the charity.

The Trust benefits from the assistance of key UCT representatives, to help in its UK fundraising. The charity is in regular contact with the Vice-Chancellor of the University of Cape Town, the Deans of Faculties, and the Department of Alumni and Development. This contact provides guidance to the UCT Trust, keeping it in touch with the university's strategy, its policies and its needs, and enabling the Trustees to determine how best to support the major funding requirements from its limited resources.

Remuneration Policy

Trustees direct and control the operations of the Trust. None of them receives any remuneration from the Trust.

Method of Recruitment, Appointment, Election, Induction & Training of Trustees*Recruitment*

The Trustees periodically consider the appropriate mix of skills and experience needed on the board to manage the charity and look to maintain this mix notably as and when vacancies arise. As matters presently stand, two of the Trustees are also senior members of the UCT staff.

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STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)*Appointment & Election*

Under the Trust Deed new Trustees are appointed by the existing Trustees. The selection of candidates takes place by formal decision at a Trustees' meeting following prior discussion amongst the current Trustees. The formal appointments are made, as required under the Deed, by a Memorandum executed by the Chairman and witnessed by two attendees at the meeting.

The Trustees elect their Chairman.

Induction & Training

The role and responsibilities of a Trustee are explained to all new Trustees upon appointment.

Risk & Corporate Governance Matters

The Trustees have given consideration to the risks to which the charity is exposed and have satisfied themselves that systems or procedures are established in order to manage those risks.

The main risk facing the charity remains growing uncertainty over funding from voluntary income sources in support of scholarships and bursaries, and other UCT projects. There is ongoing competition for the necessarily limited quantity of funds which are available from the UK for South Africa and for the university sector, and the UK's departure from the European Union is an added source of uncertainty as to the funding climate.

The Trustees manage these risks by ensuring that regular communication with past, present, and potential future donors is maintained, in particular and increasingly through the alumni network. In doing so, the Trust ensures that the wealth of good news emerging from UCT, notably the university's continually high position in global rankings, and the ever increasing and positive far reaching influence the work of UCT has throughout much of the African continent, is emphasised at all times. The Trust has taken the necessary measures to comply with the General Data Protection Regulation (GDPR), and only a minimal loss of contact with alumni and supporters has been experienced.

Other risks such as the storing of financial data and vulnerability of computer systems are managed by back up procedures, including use of cloud computing. Strict financial procedures are in place regarding payment and transfer of significant sums of money, and a close eye is kept on bank accounts to ensure that any fraudulent activity is dealt with timeously.

Trustees' Responsibilities in the Preparation of Financial Statements

The Trustees are responsible for preparing the Trustees' annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK 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.

**TRUSTEES' ANNUAL REPORT
for the year ended 31 December 2019**

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)**Trustees' Responsibilities in the Preparation of Financial Statements (continued)**

The Trustees are responsible for keeping proper accounting records that 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 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

The Trustees keep the charity's auditing arrangements under regular review.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Auditor

RSM UK Audit LLP has indicated its willingness to continue in office.

Statement as to Disclosure of Information to the Auditor

The Trustees at the date of approval of this Trustees' annual report confirm that so far as each of them is aware, there is no relevant audit information of which the charity's auditor is unaware, and the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Charitable Objectives

The charitable objective for which the Trust was established and registered is the advancement of education at the University of Cape Town in such manner as shall be exclusively charitable according to the law of England and Wales and as the Trustees may from time to time (and with the approval of the Council of the University of Cape Town) determine.

Charitable Activities

In practice, and in pursuance of its overall charitable goal, the work undertaken by the Trust is the provision of support for UCT, and the dissemination of information about the work being carried out at the University.

The Trust seeks to raise significant funds for scholarships and bursaries, and for the various key projects which have been prioritised by the University. The Trust aims to provide donors, potential donors, and other supporters of UCT with accurate, clear and regular reporting, and to build UCT's reputation within the United Kingdom and beyond into the rest of Europe.

The Trust's strategy to meet its objectives is to continue to interest major donors in signature fundraising projects, facilitating relationships between the Vice-Chancellor and other key members of UCT with donors and UCT alumni in the United Kingdom; and to encourage UCT alumni in the United Kingdom to offer regular financial support to their *alma mater*, through the UCT Trust Annual Appeal and by showcasing specific projects at events held in the UK.

Indicators, Milestones & Benchmarks

The Trustees monitor a range of measures by which to try to determine the success of the charity in meeting its objectives. These measures include:

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STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)**Indicators, Milestones & Benchmarks (continued)**

- The provision of bursaries for undergraduate and postgraduate students;
- The performance of the six faculties: Commerce, Engineering & the Built Environment, Health Sciences, Humanities, Law, and Science;
- The progress of the Distinguishing UCT Campaign over the last five years which aimed to improve the infrastructure of the University and secure its future financial stability;
- The outcomes from various outreach activities of the University;
- UCT's positioning as a global university, and its position in the world rankings.

Public Benefit

The Trustees have taken The Charity Commission's specific guidance on public benefit (contained within the recently published guidance document "The Advancement of Education for the Public Benefit") into consideration in preparing their statements on public benefit contained within this Trustees' Annual Report.

Benefits & Beneficiaries

The immediate benefit provided by the charity is that of much needed funding for UCT which is the initial recipient. However, the Trustees consider that the ultimate beneficiaries are the undergraduates, postgraduates, academics, other staff, and the South African communities who benefit from development programmes run by UCT and its departments.

Trustees' Assessment of Public Benefit

In monitoring the delivery of public benefit from the Trust's activities, the Trustees use the indicators, milestones and benchmarks referred to above to measure success and gather evidence accordingly.

Selection of recipients for grants made to the university is determined mainly by the original donor of funds to the UCT Trust. Almost 100% of the donations to the Trust are earmarked by the donor for specific purposes and are applied in accordance with those purposes by the university. Where the donation is not specifically targeted in this way – in the case of a very few small donations – the monies are applied as bursaries to means-tested and needy applicants from disadvantaged backgrounds, or to Distinguishing UCT, the University's capital campaign.

Grant Making Policy

Grants donated to the charity are transferred in their entirety to the university, with the exception of endowed awards where the funds are invested in the UK and the income is transferred on an annual basis. Grants are applied only to the purpose for which the corresponding donations were given. No levy is taken for administration or any other purposes. Regular, at least annual, reports are made to donors on the progress of projects these grants have funded. The Trustees monitor the use of funds carefully and on a continuous basis.

Relationships with Related Parties

The charity is fundamentally related to UCT in the performance of all of its charitable work. The charity also continues to work on the development and maintenance of relations with UCT alumni throughout the United Kingdom with encouraging results, including in the area of fundraising.

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ACHIEVEMENTS AND PERFORMANCE**Activities & Events**

During 2019 the UCT Trust organised itineraries for successful visits to the UK by the Vice-Chancellor and other UCT personnel, which included effecting introductions to potential supporters and making beneficial connections. The UCT Trust submitted proposals to various UK Foundations and individuals, seeking funds for UCT projects, including bursary programmes, infrastructure and community projects, and distributed an Annual Appeal to all UK based alumni. This Appeal encouraged alumni to support various projects at UCT, particularly UCT's priority project, the Nelson Mandela School of Public Governance, and the UK Alumni Bursary. Throughout the year, the UCT Trust ensured that all donors received timely reports and updates on how their funds have been utilised.

The UCT Trust also organised well attended alumni events throughout the year, including the annual Vice-Chancellor's Reception, the launch of the Young Alumni Network, a talk by the project leader of one of the UCT Trust's current priority projects, the Schools Improvement Initiative, and a formal fundraising dinner in aid of the Nelson Mandela School of Public Governance, hosted by the Vice-Chancellor and held at the South African High Commission in London.

Impact of Activities & Events

The success of the charity in 2019 was evident from the donations received and the new connections made. Funds raised have benefited many projects at UCT, including the Nelson Mandela School of Public Governance, the Distinguishing UCT Campaign, the Science Learning Centre, the Schools Improvement Initiative, the Law Faculty, and numerous bursary programmes.

A number of individuals renewed their support in 2019. Through greater engagement with alumni, the database has continued to improve significantly in size and accuracy, and new supporters have been found amongst the alumni body.

The number of bequests to the UCT Trust continued to increase in 2019.

Public Benefit

During 2019, the following evidence demonstrates that the Trust continues to benefit the public through its activities targeted to achieve its charitable objectives in support of UCT:

UCT sets the pace and helps inform policy in South Africa. It is the leading research institution on the African continent, housing 30% (35) of South Africa's A-rated scientists and engineers (ranked as world class in their fields by the National Research Foundation - NRF), and 6 of the 14 MRC-funded research centres. 8 out of the 25 extramural research units funded by the MRC are also housed at UCT, while 4 Department of Science & Technology / NRF Centres of Excellence reside, either in part or as a whole, at UCT. There are a total of some 520 NRF rated researchers currently engaged at UCT. **UCT has been awarded more than one-fifth of the South African Research Chairs (SARChI)**, an Initiative established by the Department of Science and Technology (DST) and managed by the NRF, to build scientific research and innovation capacity in the country.

UCT plays a crucial role not only in South Africa but also on the African continent, providing world class trained graduates and conducting pioneering research. UCT's excellence is recognised with its ranking as the only African university in the top 200 universities worldwide, as evidenced by the 2019/2020 Times Higher Education (THE) World University Rankings where it is ranked 136th, and the QS University Rankings (198th). UCT is ranked 121st in the US News Best Global Universities ranking. In the THE subject rankings, UCT is in the top 100 universities globally in social sciences, and clinical, pre-clinical and health. In the QS rankings, UCT is in the top 100 in nine disciplines, including Development Studies where it is ranked 9th, and Mining and Mineral Engineering where it is ranked 20th.

**TRUSTEES' ANNUAL REPORT
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ACHIEVEMENTS AND PERFORMANCE (continued)**Public Benefit (Continued)**

UCT has set as a strategic goal to expand and enhance its contribution to South Africa's development challenges, with a particular imperative to find Africa-specific solutions, such as developing vaccines for diseases like TB and HIV, which decimate African communities. Research carried out at UCT is often aimed at solving local problems which are not generally addressed by other global research universities, and a particular, Africa-informed set of knowledge is being developed, contributing to the disciplines within which UCT researchers work. Increasingly, research at UCT is drawn together into areas of research strengths, and interdisciplinary hubs are selected for particular support because they meet a number of strategic objectives and encompass a critical mass of researchers. They also provide an opportunity to leverage UCT's geographic advantage, and show potential for strong collaboration nationally, across the continent and globally.

These hubs include **Conservation and Conflict, Democracy, Citizenship and Public Policy in Africa** which conducts comparative empirical studies of contemporary African democracy, **Drug Discovery, Safety and Violence,** and **Schools Improvement.** The **African Centre for Cities,** an interdisciplinary research and teaching programme, seeks to facilitate critical urban research and policy discourses for the promotion of democratic and sustainable urban development in the global South from an African perspective.

Research institutes have been established to strengthen institutional, regional and national priorities; for example the Institutes of **Infectious Diseases and Molecular Medicine, Communities and Wildlife,** and **Future Water,** the latter of which aims to contribute towards increasing water sensitivity to underpin improved quality of life and sustainable development in South Africa. The **Neurosciences Institute,** the first of its kind in Africa, draws together expertise in the basic sciences, public health and a wide array of other disciplines, to address the major research gap in understanding the impact of many disorders of the brain such as traumatic brain injury and the neurological and neuropsychiatric consequences of HIV and TB, which are far more prevalent in Africa than elsewhere. **The Wellcome Centre for Infectious Diseases Research in Africa (CIDRI-Africa)** is the only Wellcome Centre to be established outside the UK.

UCT aspires to become a premier academic meeting point between South Africa, the rest of Africa and the world. Taking advantage of expanding global networks and UCT's distinct vantage point in Africa, the University is committed, through innovative research and scholarship, to grapple with the key issues of the natural and social worlds. UCT is a member of a number of international research alliances, such as the International Alliance of Research Universities (IARU), a network of 11 research-intensive universities which includes Oxford, Tokyo and Yale, the Worldwide Universities Network (WUN), a leading global higher education and research network made up of 21 top universities around the world, and the African Research Universities Alliance (ARUA) which aims to enhance research and graduate training through a number of channels including the setting up of Centres of Excellences which are hosted throughout the continent by member universities, with UCT housing the ARUA Centres of Excellence in Inequalities Research, and Climate and Development which conducts interdisciplinary innovative research across a wide range of disciplines and brings together academics, non-governmental organisations, business and government to co-produce and test new insights, evidence and innovations that will help solve Africa's climate and development challenges.

UCT makes an impact in **business and entrepreneurship development** with its leading Business School which is currently ranked the second highest business school in South Africa. **The Bertha Centre for Social Innovation and Entrepreneurship** at the GSB is in the top five globally for social impact.

UCT's Academic Development Programme offers a wide range of bridging courses, intensive tutorials, language/communication skills, numeracy and computer literacy courses to those students who arrive at UCT under-prepared as a result of inadequate schooling, while the Financial Aid scheme helps many students from disadvantaged backgrounds to study at UCT with loans and bursaries on a means-tested and merit basis.

**TRUSTEES' ANNUAL REPORT
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FINANCIAL REVIEW**Financial Results of Activities & Events**

The total income of the charity in 2019 was £447,397 (2018: £1,227,137) and the equivalent total expenditure on the Trust's charitable purposes was £463,398 (2018: £1,034,109). A further sum of £72,572 was donated direct to UCT as a result of work done at the UCT Trust. The sharp decrease from 2018 was due in part to a large individual one-off gift which contributed to 2018's total, and the accrual of a number of ongoing annual pledges.

Approximately 71% of gifts received in 2019 were aimed at capacity building to ensure that the quality of the physical facilities, teaching and research at UCT keeps pace with UCT's mission and its growing international reputation, and schools development projects.

The remaining 29% of gifts were for undergraduate bursaries and postgraduate fellowships for students from financially and educationally disadvantaged backgrounds.

Included within the above, the financial highlights for 2019 were:

- A major gift to help establish the Science Learning Centre;
- The Nelson Mandela School of Public Governance was well supported, thanks to a fundraising drive towards the end of the year;
- The Schools Improvement Initiative continues to attract significant funding, including ongoing support for core costs;
- Distinguishing UCT received further generous funding during the last year of the capital campaign;
- Notable bursary support totalling some £74,030 was donated by, inter alia, the Calleva Foundation, the Schroder Foundation, Linklaters LLP, and from individual alumni;
- UK alumni donated a total of £140,740 (plus a further £22,572 direct to UCT) to various projects, including the Distinguishing UCT Campaign, the Nelson Mandela School of Public Governance, Bursaries, the Law Faculty, the Schools Improvement Initiative, and SHAWCO (the Student Health & Welfare Centres Organisation).

Reserves Policy

As at 31st December 2019, the charity had free reserves held in the General Fund of £87,131 (31st December 2018: £98,580). The funds held as free reserves may be used to support the Trust's operating costs and this is taken into consideration when determining the level of the annual operating grant from UCT which is based on an annual forecast of costs. The charity aims to hold twelve months of operating costs as free reserves.

Investments Policy

Investments are selected by the Board of Trustees after presentation and discussion of the appropriate investment strategy for the Trust and are managed by BlackRock. The income arising from the investments is remitted once a year to UCT to fund particular projects. The capital is invested in BlackRock investment funds, and in cash at bank at year end. The performance of the investments is monitored by the Trustees throughout the year.

The investment policy requires that the balanced portfolio shall be managed to produce a real return of 4.5% over the long term. The Trustees focus on the preservation of capital and are Total Return led.

On 21st November 2019, the UCT Trust agreed to the transfer of assets held in the BlackRock Charishare Common Investment Fund to the BlackRock Charities UK Equity Fund, a sub-fund of BlackRock Charities Funds authorised and regulated by the Financial Conduct Authority. On the same date, the UCT Trust agreed to the transfer of assets held in the Charinco Common Investment Fund to the BlackRock Charities UK Bond Fund, similarly authorised and regulated by the Financial Conduct Authority and a sub-fund of BlackRock Charities Fund.

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FINANCIAL REVIEW (continued)**Investment Performance**

During 2019, the charity's investments generated income of £14,240 (2018: £13,742). The investments increased in capital value by £112,422 (2018: decrease of £43,253) to £898,729. The Total Return on the charity's balanced investment portfolio was 16.1% compared to the FTSE All-Share Total Return of 19.7%. The Total Return for the year has been impacted by the decision to hold £147,978 (plus interest accrued annually) or 16.5% of the investment portfolio in cash.

Future Strategy

The Trustees' current medium-to-long-term strategic goals for the UCT Trust are to continue:

- To support UCT in appropriate and carefully considered ways, in line with UCT's mission to be an outstanding teaching and research university;
- To facilitate the introduction of the Vice-Chancellor to donors and new potential supporters in the UK, to nurture established sources of support and spread news of UCT strengths and successes to a wider audience;
- To expand and strengthen links to UK based UCT alumni.

Future Activities & Events

During 2020, the UCT Trust will continue to inform UK grant-making bodies and individuals about UCT and its important role in South Africa and Africa as a whole, and seek funds for projects at the University. The UCT Trust will endeavour to make new connections by setting up relevant meetings for the Vice-Chancellor and other UCT personnel during their visits to the UK, as well as keeping UCT alumni engaged and updated via the website and through the organisation of events in London and elsewhere in the UK. The launch of the Young Alumni Network is a welcome new development in this field. The UCT Trust will continue to ensure that donors are kept informed by providing regular and accurate reports.

Impact of Future Activities & Events

The impact of the charity's activities in the coming year will be assessed in terms of the funds raised in the UK for UCT projects, and the engagement of greater numbers of UK and European based alumni.

Post Balance Sheet Events

The Trustees are paying close attention to the development of and disruption to the charity's activities caused by the COVID-19 outbreak in early 2020. The Vice-Chancellor has cancelled her annual May trip to the United Kingdom and a number of events which had been planned for the first half of 2020 have had to be cancelled. It is currently uncertain whether it will be possible to stage any events in 2020.

However, there has been no indication in the short term that the COVID-19 outbreak will have a detrimental effect on the charity's ability to raise funds. An Emergency Fund, set up to support students in financial difficulties as a result of the outbreak and subsequent closure of the University, has been well supported by UK donors. Funds continue to be received for other projects.

There has been a reduction in the value of the investments held by the charity since year end. The level of investment income received by the charity in 2020 will be impacted as corporate earnings (and consequently dividends) will be under significant pressure in 2020. It is possible that projects which benefit from this income will not be as well supported this year. However, this does not affect the ability of the charity to function as a grant to cover the running costs of the charity in 2020 has been received. The Trustees will monitor carefully the performance of the investments in the coming months.

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FINANCIAL REVIEW (continued)

Post Balance Sheet Events (continued)

Given the dynamic nature of the COVID-19 outbreak, it is not practicable to provide a reasonable estimate of its impact on the charity's financial position in the long term; however the Trustees do not believe COVID-19 will impact the charity's ability to continue as a going concern.

Public Benefit

In the future and in view of the continuing success of the charity, the Trustees do not intend to alter the charity's approach to its delivery of public benefit.

FUNDS HELD AS CUSTODIAN

Although the charity maintains restricted funds to deal with incoming resources that are earmarked for a particular purpose by donors, sponsors, and other funders, the UCT Trust does not currently hold, and the Trustees do not anticipate that it should hold in the future, any funds as custodian for any third party.

THANK YOU

On behalf of the charity and the university, the Trustees wish to thank our benefactors for their very generous and farsighted support. We count on your renewed commitment to help UCT continue to play its unique role in South Africa and the African continent.

This report was approved by the Trustees on 14th May 2020, and was signed for and on behalf of the board by

F D Berman

..... Chairman
Sir Franklin Berman KCMG QC

15th May

..... 2020

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE UNIVERSITY OF CAPE TOWN TRUST**Opinion**

We have audited the financial statements of The University of Cape Town Trust (the 'charity') for the year ended 31 December 2019 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows 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 FRS 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 31 December 2019 and of its incoming resources and application of resources 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 have been appointed as auditors under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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 Trustees Annual Report and Financial Statements 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 UNIVERSITY OF CAPE TOWN TRUST**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Charities Act 2011 requires 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' Annual 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 Statement of Trustees' responsibilities set out on page 3, 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

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 provided on the Financial Reporting Council's website at <http://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 the Charities Act 2011. 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.

RSM UK Audit LLP
Statutory Auditor
Chartered Accountants
Highfield Court
Tollgate
Chandlers Ford
Eastleigh
SO53 3TY

28th May

..... 2020

STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 December 2019

	Notes	Unrestricted funds	Restricted funds	Endowment funds	Total 2019	Total 2018
		£	£	£	£	£
INCOME						
Donations	1	-	356,010	-	356,010	1,128,711
<i>Income from charitable activities</i>						
Provision of support for UCT	2	76,000	-	-	76,000	84,000
Investment income	3	31	15,356	-	15,387	14,426
TOTAL INCOME		76,031	371,366	-	447,397	1,227,137
EXPENDITURE						
Costs of raising funds	4	87,355	-	-	87,355	84,452
<i>Expenditure on charitable activities</i>						
Provision of support for UCT	5	387	463,011	-	463,398	1,034,109
TOTAL EXPENDITURE		87,742	463,011	-	550,753	1,118,561
NET INCOME/(EXPENDITURE)		(11,711)	(91,645)	-	(103,356)	108,576
TRANSFERS						
Gross transfers between funds		-	-	-	-	-
Gains on investments	8	-	-	112,422	112,422	(43,253)
NET MOVEMENT IN FUNDS		(11,711)	(91,645)	112,422	9,066	65,323
RECONCILIATION OF FUNDS						
Fund balances brought forward		99,927	363,072	786,307	1,249,306	1,183,983
FUND BALANCES CARRIED FORWARD AT 31 DECEMBER 2019	11	88,216	271,427	898,729	1,258,372	1,249,306
		=====	=====	=====	=====	=====

BALANCE SHEET
 as at 31 December 2019

	Notes	2019 £	2018 £
FIXED ASSETS			
Tangible assets	7	1,085	1,347
Investments	8	750,751	638,329
		<u>751,836</u>	<u>639,676</u>
CURRENT ASSETS			
Debtors	9	169,425	195,230
Cash at bank and in hand		346,146	423,754
		<u>515,571</u>	<u>618,984</u>
LIABILITIES			
Creditors: Amounts falling due within one year	10	9,035	9,354
		<u>506,536</u>	<u>609,630</u>
NET CURRENT ASSETS			
		<u>1,258,372</u>	<u>1,249,306</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		=====	=====
THE FUNDS OF THE CHARITY			
Endowment funds	11	898,729	786,307
Restricted income funds	11	271,427	363,072
Unrestricted income funds	11	88,116	99,827
Trust Fund capital	11	100	100
		<u>1,258,372</u>	<u>1,249,306</u>
TOTAL CHARITY FUNDS			
	12	=====	=====

The financial statements on pages 12 to 26 were approved by the trustees and authorised for issue on 14th May 2020, and are signed on their behalf by

FD Berman

..... Chairman
 Sir Franklin Berman KCMG QC

15th May

Date: 2020

STATEMENT OF CASH FLOWS
for the year ended 31 December 2019

	Note	2019 £	2018 £
NET CASH USED IN OPERATING ACTIVITIES	13	(92,870)	(88,373)
		<hr/>	<hr/>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and investment income received		15,387	14,426
Receipts from sales of investments		49,432	-
Purchases of investments		(49,432)	-
Purchase of tangible fixed assets		(125)	(1,080)
		<hr/>	<hr/>
NET CASH PROVIDED BY INVESTING ACTIVITIES		15,262	13,346
		<hr/>	<hr/>
CHANGE IN CASH AND CASH EQUIVALENTS IN THE YEAR		(77,608)	(75,027)
Cash and cash equivalents at beginning of year		423,754	498,781
		<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT END OF YEAR		346,146	423,754
		=====	=====

Financial statements for the year ended 31 December 2019**ACCOUNTING POLICIES**

GENERAL INFORMATION

The University of Cape Town Trust is a United Kingdom charitable trust registered in England and Wales with charitable registration number 803042. The address of the charity's principal place of business is Suite 10, Claremont House, 22-24 Claremont Road, Surbiton, KT6 4QU, UK.

The principal activities and nature of its operations are disclosed in the Trustees Report.

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention except as modified for the annual revaluation of fixed asset investments. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

The trust constitutes a public benefit entity as defined by FRS 102.

There are no significant areas of adjustment or key assumptions that affect items in the financial statements.

GOING CONCERN

At the time of approving the financial statements, and in consideration of the recent events surrounding COVID-19, the trustees have a reasonable expectation that the charity will be able to continue as a going concern. In reaching this conclusion, the Trustees have considered the number of donations received in the first quarter of 2020 and the assistance provided by UCT towards the Trust's operating expenses from year to year.

INCOME

Income is recognised when the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

General donations and other similar types of voluntary income are included gross of any attributable tax recoverable, where relevant. Donations given for specific purposes are treated as restricted income.

Investment income is accounted for on a receivable basis, once the dividend has been declared or the interest has been earned.

Grant funding is accounted for on a receivable basis in line with expenditure on the projects being funded.

EXPENDITURE

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Expenditure is allocated to the charity's principal activity where the costs can be identified as being directly related to that activity. All costs that cannot be identified as relating directly to the charity's principal activity are categorised as either support costs or governance costs. Any costs that cannot be specifically categorised are allocated in proportions based upon a suitable ratio applicable to the nature of the cost involved.

Financial statements for the year ended 31 December 2019**ACCOUNTING POLICIES**

EXPENDITURE (continued)**Costs of raising funds**

The costs of generating funds consist of direct fund raising events costs and an apportionment of support costs.

Charitable activities

Costs of charitable activities include grants and an apportionment of support costs.

Allocation of support and governance costs

Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees.

Grants

Grants payable are recognised in the period in which the approved offer is conveyed to the recipient except in those cases where the offer is conditional, such grants being recognised only when the conditions attaching to the award are fulfilled. Grants offered subject to conditions, which have not been met at the balance sheet date, are noted as a potential commitment, but are not treated as a liability.

FOREIGN CURRENCIES

Transactions denominated in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date. All exchange gains or losses are included in the statement of financial activities in the period to which they relate.

TANGIBLE FIXED ASSETS

All tangible assets purchased that have an expected useful economic life that exceeds one year are capitalised and classified as fixed assets. Tangible fixed assets are stated at historical cost less depreciation. Depreciation is provided on all tangible fixed assets at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows:

Computers	over 4 years
Office equipment	over 4 years
Furniture and fittings	over 10 years

The carrying values of tangible fixed assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

INVESTMENTS

The charity's investments are included in the balance sheet at their market value. The gains or losses arising upon their annual revaluation are included in the statement of financial activities.

FINANCIAL INSTRUMENTS

The Charity only 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 their settlement value with the exception of listed investments which are subsequently measured at fair value.

Financial statements for the year ended 31 December 2019**ACCOUNTING POLICIES**

LEASED ASSETS AND OBLIGATIONS

Where assets are financed by leasing agreements that give rights approximating to ownership (“finance leases”), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the lease term. The corresponding leasing commitments are shown as obligations to the lessor.

Lease payments are treated as consisting of capital and interest elements, and the interest is charged to the statement of financial activities in proportion to the remaining balance outstanding.

All other leases are “operating leases” and the annual rentals are charged to the statement of financial activities on a straight line basis over the lease term.

FUND ACCOUNTING

The general fund comprises the accumulated surpluses of unrestricted incoming resources over resources expended, which are available for use in furtherance of the general objective of the charity.

Designated funds are a particular form of unrestricted funds consisting of amounts, which have been allocated or designated for specific purposes by the trustees. The use of designated funds remains at the discretion of the trustees.

Restricted funds are funds subject to specific conditions imposed by donors. The purpose and use of the restricted funds are set out in the notes to the accounts. Amounts unspent at the year-end are carried forward in the balance sheet. Endowment funds are of a capital nature and the income arising on the capital is restricted income.

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2019

	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2019 £	Total 2018 £
1. DONATIONS					
Donations from foundations, trusts and companies	-	141,495	-	141,495	605,903
Donations from individuals:					
Including Gift Aid	-	159,325	-	159,325	474,952
Other	-	55,190	-	55,190	47,856
	- =====	356,010 =====	- =====	356,010 =====	1,128,711 =====

In 2019, donations totalling £356,010 (2018: £1,128,711) were received or pledged, of which £356,010 (2018: £1,128,711) were restricted funds.

	Unrestricted funds	Restricted funds	Endowment funds	Total 2019	Total 2018
2. INCOME GENERATED BY THE PROVISION OF SUPPORT FOR UCT					
Operating grant contributions receivable from the University of Cape Town	76,000 =====	-	-	76,000 =====	84,000 =====

In 2019, £76,000 (2018: £84,000) was received as income generated by the provision of support for UCT of which £76,000 (2018: £84,000) was unrestricted.

	Unrestricted funds	Restricted funds	Endowment funds	Total 2019	Total 2018
3. INVESTMENT INCOME					
Bank interest receivable on short term cash deposits	31	1,116	-	1,147	684
Income from investments listed on a recognised stock exchange:					
UK	-	14,240	-	14,240	13,742
	31 =====	15,356 =====	- =====	15,387 =====	14,426 =====

In 2019, £15,387 (2018: £14,426) was received from investment income, of which £15,356 (2018: £14,410) was restricted and £31 (2018: £16) was unrestricted.

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2019**

	Unrestricted funds	Restricted funds	Endowment funds	Total 2019	Total 2018
4. COSTS OF RAISING FUNDS					
Direct costs:					
Alumni function costs	4,246	-	-	4,246	3,159
Alumni Appeal	2,758	-	-	2,758	2,918
Support and governance costs (see note 6)	80,351	-	-	80,351	78,375
	<u>87,355</u>	<u>-</u>	<u>-</u>	<u>87,355</u>	<u>84,452</u>
	=====			=====	=====

In 2019 the costs of raising funds were £87,355 (2018: £84,452) of which £87,355 (2018: £84,452) was expenditure from unrestricted funds.

	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2019 £	Total 2018 £
5. COSTS INCURRED IN THE PROVISION OF SUPPORT FOR UCT					
Direct costs:					
Grants given in support of the University of Cape Town programmes	-	463,011	-	463,011	1,033,847
Support costs (see note 6)	387	-	-	387	262
	<u>387</u>	<u>463,011</u>	<u>-</u>	<u>463,398</u>	<u>1,034,109</u>
	=====			=====	=====

In 2019 the costs incurred in provision of support for UCT were £463,398 (2018: £1,034,109), of which £463,011 (2018: £1,033,847) was expenditure from restricted funds and £387 (2018: £262) was expenditure from unrestricted funds.

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2019

	Costs of generating voluntary income	Costs incurred in provision of support for UCT	Governance costs	Total 2019	Total 2018
	£	£	£	£	£
6. SUPPORT COSTS					
Consultancy and administration	51,013	-	-	51,013	49,859
Travel and accommodation	1,691	-	-	1,691	1,666
Communications and stationery	2,435	-	-	2,435	2,078
Operating lease rentals:					
Land and buildings	8,100	-	-	8,100	8,100
Other office costs	8,112	-	-	8,112	7,798
Auditor's remuneration:					
Audit fees	-	-	9,000	9,000	8,874
Legal fees	-	-	-	-	-
Depreciation – owned assets	-	387	-	387	262
Foreign exchange loss/(gain)	-	-	-	-	-
	<u>71,351</u>	<u>387</u>	<u>9,000</u>	<u>80,738</u>	<u>78,637</u>
	=====	=====	=====	=====	=====

The charity does not employ any staff nor does it incur any staff costs directly.

Much of the work of the charity is undertaken by the trustees, who received no remuneration for their services provided to the charity and were not reimbursed for any expenses incurred on behalf of the charity during the current or previous year.

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2019**

7. TANGIBLE ASSETS

	Computers	Office equipment	Furniture and fittings	TOTAL
	£	£	£	£
Cost:				
1 January 2019	3,540	1,022	1,770	6,332
Additions	125	-	-	125
Disposals	(120)	-	-	(120)
	<hr/>	<hr/>	<hr/>	<hr/>
31 December 2019	3,545	1,022	1,770	6,337
Depreciation:				
1 January 2019	2,495	1,022	1,468	4,985
Disposals	(120)	-	-	(120)
Charge for year	345	-	42	387
	<hr/>	<hr/>	<hr/>	<hr/>
31 December 2019	2,720	1,022	1,510	5,252
Net book value:				
31 December 2019	825	-	260	1,085
	=====			=====
31 December 2018	1,045	-	302	1,347
	=====			=====

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2019

	2019	2018
	£	£
8. INVESTMENTS		
Investments listed on a recognised stock exchange, held primarily to provide an investment return, at market value:		
Market value 1 January 2019	638,329	681,582
Additions	49,432	-
Disposal proceeds	(49,432)	-
Realised gains	16,135	-
Unrealised gains/(losses)	96,287	(43,253)
	<u>750,751</u>	<u>638,329</u>
	=====	=====
31 December 2019	750,751	638,329
	=====	=====
At the balance sheet date, the market value of the portfolio comprised:		
UK investments	750,751	638,329
	=====	=====
Unit trust funds and other similar securities	750,751	638,329
	=====	=====
At the balance sheet date, the historical cost of the investments was £509,846 (2018: £493,711).		
Individual holdings representing more than 5% of the market value of the portfolio at the balance sheet date are as follows:		
Charities Aid Foundation	-	46,605
BlackRock	750,751	591,724
	<u>750,751</u>	<u>638,329</u>
	=====	=====
	2019	2018
	£	£
9. DEBTORS		
Prepayments	6,650	6,168
Accrued income	153,750	170,500
Income tax recoverable	9,025	18,562
	<u>169,425</u>	<u>195,230</u>
	=====	=====
The figure of £153,750 identified above as accrued income represents multi-year pledges made in 2018 and 2019 which will be due for payment between 2020 and 2023. The figure includes an amount of £75,000 which is subject to specific donor approval, in the light of progress in the projects concerned.		
	2019	2018
	£	£
10. CREDITORS		
Amounts falling due within one year:		
Accruals	9,035	9,354
	=====	=====

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2019

11. THE FUNDS OF THE CHARITY

	1 January 2019 £	Income £	Expenditure £	Gains on investments £	Transfers between funds £	31 December 2019 £
Endowment funds (held at BlackRock or in cash):						
Glaxo Chair Fund	590,443	-	-	82,572	-	673,015
Law Faculty Fund	135,153	-	-	20,385	-	155,538
Mibashan Fund	18,675	-	-	2,771	-	21,446
Oates Fund	33,994	-	-	5,047	-	39,041
Andrews Fund	3,638	-	-	568	-	4,206
Kaplan Award	4,404	-	-	1,079	-	5,483
	<u>786,307</u>	<u>-</u>	<u>-</u>	<u>112,422</u>	<u>-</u>	<u>898,729</u>
Restricted income funds:						
<i>Undistributed endowment funds income -</i>						
Glaxo Chair Fund	11,832	12,378	11,508	-	-	12,702
Mibashan Fund	232	251	223	-	-	260
Oates Fund	420	452	402	-	-	470
Andrews Fund	37	41	37	-	-	41
Law Faculty Fund	186	1,761	1,646	-	-	301
Kaplan Award	263	393	264	-	-	392
ABALOB	50,016	4	10,000	-	-	40,020
Bursary Fund	101,711	53,601	74,078	-	(625)	80,609
Distinguishing UCT	2,752	101,125	53,045	-	-	50,832
Faculty of EBE	-	37	37	-	-	-
Faculty of Health Sciences	310	-	310	-	-	-
Fitzpatrick Institute	-	5,002	5,000	-	-	2
Future Water Initiative	-	1,250	938	-	-	312
Julian Baring Sch Fund	204	10,410	10,395	-	-	219
Keswick Prize	1,873	8	-	-	-	1,881
Kopano	-	750	687	-	-	63
Law Faculty Fund	1,228	14,868	16,357	-	625	364
M Shuttleworth Schshps	77,549	28	77,500	-	-	77
N Mandela School	125	45,156	38,445	-	-	6,836
Neurosciences	56	-	-	-	-	56
Opera School	3,896	648	2,688	-	-	1,856
Price/Posel PG Schsps	2,346	10,020	12,250	-	-	116
Residences Fund	30	120	130	-	-	20
Prof Robertson Fund	3,469	1,256	2,250	-	-	2,475
Rugby Club	13	75	81	-	-	7
Schools Improvement	104,330	9,278	42,938	-	-	70,670
Science Learning Centre	-	100,036	100,000	-	-	36
SHAWCO Fund	191	1,293	702	-	-	782
Spirit of 68 Award	3	1,125	1,100	-	-	28
	<u>363,072</u>	<u>371,366</u>	<u>463,011</u>	<u>-</u>	<u>-</u>	<u>271,427</u>

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2019

11. **THE FUNDS OF THE CHARITY** (Continued)

	1 January 2019 £	Income £	Expenditure £	Gains on investments £	Transfers between funds £	31 December 2019 £
Unrestricted income funds:						
General Fund	99,827	76,031	87,742	-	-	88,116
Trust Fund Capital:						
Capital	100	-	-	-	-	100
Total Funds	<u>1,249,306</u> =====	<u>447,397</u> =====	<u>550,753</u> =====	<u>112,422</u> =====	<u>-</u> =====	<u>1,258,372</u> =====

Endowment funds

The endowment funds represent permanent capital sums given to the charity and are held as fixed asset investments. The income arising on these funds is to be expended in accordance with the donors' wishes on specific projects at the University of Cape Town. Undistributed funds are treated as restricted funds and are held as cash.

Glaxo Chair

Income from the Glaxo Chair endowment is for UCT's Glaxo Chair in Primary Healthcare.

Law Faculty

The income is reinvested to increase the value of the endowment for UCT's Law Faculty.

Mibashan

The income is used for merit awards for registrars in UCT's Department of Medicine.

Oates

The income is used for merit awards for registrars in UCT's Department of Medicine.

Andrews

Income is used to fund the Robert Andrews Piano Prize at UCT.

Kaplan Award

The income is used to fund an annual award in the field of medical virology.

Included within the total of endowment funds are net unrealised gains arising on the revaluation of the charity's investment assets totalling £240,905 (2018: £144,628).

Restricted funds

ABALOB: this project helps to scale up sustainable small-scale fisheries using mobile technology

Bursary fund provides bursaries for students who hail from disadvantaged backgrounds and who, without financial aid, would not be able to attend UCT

Distinguishing UCT fund: consists of contributions to the University's endowment fund

Faculty of EBE: this fund supports projects in the Faculty of Engineering and the Built Environment

Faculty of Health Sciences: donations to this fund are given to priority projects in the Faculty

Fitzpatrick Institute promotes and undertakes scientific studies involving birds

Future Water Initiative conducts engaged research on water sensitive approaches that sustain society's current and future water needs

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2019**

11. **THE FUNDS OF THE CHARITY** (Continued)

Julian Baring Scholarship Fund supports students from historically disadvantaged backgrounds, who have an interest in mining

Keswick Prize fund supports an annual prize to encourage lucid writing

Kopano Fund supports residence costs for disadvantaged students staying in Kopano residence

Law Faculty fund: funds raised are used for Law bursaries or are invested in the Law Faculty Endowment Fund.

Mark Shuttleworth Scholarship Programme supports Masters and PhD students in Mathematics and Applied Mathematics in order to help build a transformative pipeline in the Department

Max Price & Deborah Posel Postgraduate Scholarship Programme: supports students studying for Honours/Masters/Doctoral degrees with the aim of growing the next generation of academics

Nelson Mandela School of Public Governance: this fund contributes towards the establishment of a new home and identity for the Graduate School of Development Policy & Practice which aims to promote and inspire strategic public leadership in Africa

Neurosciences: supports the establishment of a Neurosciences Institute at UCT.

Opera School fund supports UCT's Opera School, with donations going towards bursaries and the building of an endowment fund - helping talented young South Africans follow their dreams.

Residences fund contributes towards the capital costs of student residences

Prof Robertson fund supports the Professor Mary May Robertson Scholarship and Prizes in the Faculty of Health Sciences.

Rugby Club fund supports UCT's Rugby Club initiatives

Schools Improvement Initiative: UCT's answer to the ongoing educational crisis in South Africa. Donations support projects in both primary and secondary schools in the Western Cape.

Science Learning Centre: establishing a new hybrid learning space in the Science Faculty

SHAWCO fund helps to finance the Students' Health and Welfare Centres Organisation, a student run NGO based at UCT.

Spirit of 68 Award supports creative initiatives by UCT students in addressing a social issue, with an emphasis on supporting novel approaches to reducing social exclusion and is funded by veterans of the '68 sit-in at UCT.

12. **ANALYSIS OF NET ASSETS BETWEEN FUNDS**

	Fixed assets £	Net current assets £	Total £
Endowment funds	750,751	147,978	898,729
Restricted income funds	-	271,427	271,427
Unrestricted income funds	1,085	87,131	88,216
NET ASSETS	751,836	506,536	1,258,372
	=====	=====	=====

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2019**

13. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2019	2018
	£	£
Net movement in funds	9,066	65,323
Depreciation of tangible fixed assets	387	262
Interest income shown in investing activities	(15,387)	(14,426)
Gain on disposal of investments	-	-
Unrealised (gain)/loss on investments	(112,422)	43,253
Decrease/(increase) in debtors	25,805	(183,439)
Increase/(decrease) in creditors	(319)	654
	<hr/>	<hr/>
Cash used in operating activities	(92,870)	(88,373)
	=====	=====

14. COMMITMENTS UNDER OPERATING LEASES

At 31 December 2019 the charity had future minimum payments lease payments under non-cancellable operating leases as set out below:

	Land and Buildings 2019	Land and Buildings 2018
	£	£
Falling due within one year	8,100	8,100
Falling due between one to five years	6,990	15,090
	<hr/>	<hr/>
	15,090	23,190
	=====	=====

15. RELATED PARTY TRANSACTIONS

The charity is fundamentally related to the University of Cape Town in South Africa (UCT) in the performance of its entire charitable works. Transactions with UCT are disclosed in the notes to the financial statements where relevant.

Trustees are deemed related parties to the Charity and as such reporting of donations made directly to the Charity is required. The aggregate amount donated to the Charity this financial year is £12,880 (2018: £26,813).

The trustees were not remunerated for their services during the year (2018: £nil).

16. POST BALANCE SHEET EVENTS

The World Health Organisation (WHO) officially declared the COVID-19 outbreak a global pandemic on 11th March 2020. The impact of COVID-19 on UK and global economies is expected to be significant. The Trustees cannot predict the impact on the charity although, as detailed in the Trustees' Report, they are confident that the charity will continue as a going concern.