



The University of Cape Town Trust

UK Registered Charity 803042

Trustees Annual Report & Financial Statements 31st December 2018



THE UNIVERSITY OF CAPE TOWN
Trust

Suite 10, Claremont House, 22-24 Claremont Road, Surbiton, KT6 4QU, UK

Tel: 020 8390 9133 E-mail: uct-trust@tecrs.net

www.ucttrust.org.uk

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 Dr Elaine Potter Stephen Westwell

TRUSTEES' ANNUAL REPORT for the year ended 31 December 2018

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 2018.

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.

REFERENCE AND ADMINISTRATIVE DETAILS

The Trustees of the charity for the year under review were as follows:

Sir Franklin Berman KCMG QC	Chairman
Baroness Chalker of Wallasey	Retired 15 th May 2018
Professor Hugh Corder	
The Hon Dame Linda Dobbs DBE	
Mr Richard Gnodde	
Mr Paul Kumleben	
Professor Bongani Mayosi	Deceased 27 th July 2018
Dame Judith Macgregor DCMG LVO	Appointed 15 th May 2018
Mr Charles McGregor	
Dr Elaine Potter	
Mr Stephen Westwell	

The charity contact is the Consultant Director, Mrs Angela Edwards, who can be contacted at the principal address of the charity, which is Suite 10, Claremont House, 22-24 Claremont Road, Surbiton, Surrey, KT6 4QU. The other contact details for the charity are by telephone 020 8390 9133, by e-mail uct-trust@tecres.net, or via the charity's website www.ucttrust.org.uk.

The charity is registered under the charity number 803042.

The Trustees have made the following professional appointments:

Solicitor:	Charles Russell Speechlys LLP, 5 Fleet Place, London EC4M 7RD
Auditor:	RSM UK Audit LLP, Davidson House, The Forbury, Reading, RG1 3EU
Banker:	NatWest Bank plc, 1 High Street, Weybridge, KT13 5UA
Investment Managers:	Charities Aid Foundation, 25 Kings Hill Avenue, Kings Hill, West Malling, Kent, ME19 4TA BlackRock, PO Box 9036, Chelmsford, CM99 2XD

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*.

**TRUSTEES' ANNUAL REPORT
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STRUCTURE, GOVERNANCE AND MANAGEMENT (Continued)**Status & History (Continued)**

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 received any remuneration from the Trust in the year.

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, one of the Trustees is also a senior member of the UCT staff.

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.

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.

**TRUSTEES' ANNUAL REPORT
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Risk & Corporate Governance Matters (Continued)

The main risk facing the charity remains 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. Although UCT has been peaceful this year compared to previous years, there is still student unrest around the country, and there has been a change of leadership at UCT which could potentially be a cause for uncertainty in the short term, though this is unlikely. It remains to be seen whether the UK's impending departure from the European Union will have any effect on 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 understands that UCT is also considering its own position under the Regulation; no more than, at most, a very small loss of contact with alumni and supporters is anticipated.

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.

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 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.

**TRUSTEES' ANNUAL REPORT
for the year ended 31 December 2018**

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 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*, both for specific projects and for general campaigns such as the Distinguishing UCT Campaign, which aims to build UCT's unrestricted endowment.

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:

- 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 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.

**TRUSTEES' ANNUAL REPORT
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Public Benefit (Continued)*Benefits & Beneficiaries*

The immediate benefit provided by the charity is that of much needed additional 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 has been 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.

ACHIEVEMENTS AND PERFORMANCE**Activities & Events**

During 2018, the UCT Trust organised itineraries for successful visits to the UK by the outgoing Vice-Chancellor and, on her appointment, by his successor, 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, to encourage them to support various projects at UCT, particularly the Distinguishing UCT Campaign 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, donor recognition events, a UCT London Lecture featuring a distinguished Faculty speaker, and a concert to highlight the work of and raise funds for the UCT Opera School.

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for the year ended 31 December 2018**

ACHIEVEMENTS AND PERFORMANCE (Continued)**Impact of Activities & Events**

The success of the charity in 2018 was evident from the donations received and the new connections made. Funds raised have benefited many projects at UCT, including the Distinguishing UCT Campaign, the Schools Improvement Initiative, the Law Faculty, the Opera School, and numerous bursary programmes.

A number of individuals and foundations renewed their support in 2018. 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.

As a result of the ongoing UCT Trust Legacy Appeal, the number of bequests to the UCT Trust continued to increase in 2018.

Public Benefit

During 2018, 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 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 Times Higher Education World University Rankings and the QS University Rankings. UCT is ranked in the top 100 universities globally in many subject areas, including clinical, pre-clinical and health, law, architecture/built environment, social sciences, and development studies where it is ranked 9th in the world.

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.

UCT aims to produce graduates whose qualifications are internationally recognised and locally applicable, underpinned by values of engaged citizenship and social justice.

UCT has set as a strategic goal to expand and enhance its contribution to South Africa's development challenges. It is committed to engaged, policy-relevant research and teaching, as well as to expanding opportunities for students to become directly involved in socially-responsive learning. To this end, UCT has identified key institution-wide initiatives which seek to address critical social challenges and turn them into strategic research drives. These include **Safety & Violence; African Climate & Development; and Poverty & Inequality.** The aim is to ensure that research carried out at UCT contributes to the public good through sharing knowledge for the benefit of society and through fostering in students the acquisition of the civic literacy, knowledge and skills necessary to build a more just, equitable and unified South African society.

UCT's Schools Improvement Initiative addresses the inequality gap among schools in South Africa by harnessing the university's broader resources, and fostering partnerships and collaboration with education-related groups – both within and outside of UCT – to improve the quality of education in the Province. A key element of this initiative is the highly successful **100Up Programme** which nurtures students from township schools and prepares them for university access, resulting in a vast increase in enrolment.

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

UCT sets the pace and helps inform policy in South Africa. It is the leading research institution on the African continent, housing 33% (42) of South Africa's A-rated scientists and engineers (ranked as world class in their fields by the National Research Foundation - NRF), and 12 of the 35 MRC-funded research centres/units. Three Department of Science & Technology / NRF Centres of Excellence are also housed, either in part or as a whole, at UCT, and the total of NRF rated researchers has reached an all-time high: 542.

UCT has been awarded more than one-quarter 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 has 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.

Examples include **The Institute for Democracy, Citizenship and Public Policy in Africa** which conducts comparative empirical studies of contemporary African democracy, and the **Future Water Institute** whose ultimate objective is to contribute towards increasing water sensitivity to underpin improved quality of life and sustainable development in South Africa. The **African Climate and Development Initiative** 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, while 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.

The newly established **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 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.

FINANCIAL REVIEW**Financial Results of Activities & Events**

The total income of the charity in 2018 was £1,227,137 (2017: £444,903) and the equivalent total expenditure on the Trust's charitable purposes was £1,034,109 (2017: £317,761). A further sum of £899,247 was donated direct to UCT as a result of work done at the UCT Trust. The sharp increase from 2017 was due in part to a large individual one-off gift to establish a postgraduate programme, as outlined below.

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Included within the above, the financial highlights for 2018 were:

- The establishment of the Mark Shuttleworth Scholarships in Mathematics and Applied Mathematics to support postgraduate study with the aim of creating a pipeline of academics for the Department of Mathematics;
- The Schools Improvement Initiative continues to attract significant funding, including ongoing support for core costs;
- The UCT Opera School received substantial support as a result, in part, of a fundraising concert;
- Major support was received from the UK for the new Neurosciences Institute, either through the Trust or direct to UCT
- Notable bursary support totalling some £162,900 was donated or pledged by, inter alia, the Calleva Foundation, the Schroder Foundation, the Law Society, and from individual alumni;
- UK alumni donated a total of £457,528 (plus a further £24,792 direct to UCT) to various projects, including the Distinguishing UCT Campaign, Bursaries, the Law Faculty, the Opera School, the Schools Improvement Initiative, and SHAWCO (the Student Health & Welfare Centres Organisation).

Approximately 47% of gifts received in 2018 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 53% of gifts were for undergraduate bursaries and postgraduate fellowships for students from financially and educationally disadvantaged backgrounds.

Reserves Policy

As at 31 December 2018, the charity had free reserves held in the General Fund of £99,927 (31 December 2017: £100,625). 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 paid direct from UCT based on an annual forecast of costs.

Investments Policy

Investments are selected by the Board of Trustees after presentation and discussion of the appropriate investment for charities and are managed by the Charities Aid Foundation (CAF) and BlackRock. The income arising from the investments is remitted once a year to UCT to fund particular projects. The capital is invested in CAF and Black Rock investment funds, and in cash at bank at year end following the sale of fifty percent of the BlackRock fixed income investment funds in 2017. The performance of the investments is closely monitored by the Trustees throughout the year.

Investment Performance

During 2018, the charity's investments generated income of £13,742 (2017: £14,111). The investments decreased in capital value by £43,253 (2017: increase of £57,627), or by -5.1% to £787,619 from £829,560. The Total Return on the charity's investments was -3.3% compared to the FTSE All-Share Total Return of -10.2%.

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 newly appointed Vice-Chancellor to donors and 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.

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Future Activities & Events

During 2019, 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 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.

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 16th May 2019, and was signed for and on behalf of the board by

..... Chairman
Sir Franklin Berman KCMG QC

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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 2018 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 2018 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 Trustee's Annual Report & 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 & 4, 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
 Davidson House
 The Forbury
 Reading
 RG1 3EU

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RSM UK Audit LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 December 2018

	Notes	Unrestricted funds	Restricted funds	Endowment funds	Total 2018	Total 2017
		£	£	£	£	£
INCOME						
Donations	1	-	1,128,711	-	1,128,711	355,601
<i>Income from charitable activities</i>						
Provision of support for UCT	2	84,000	-	-	84,000	75,000
Investment income	3	16	14,410	-	14,426	14,302
TOTAL INCOME		84,016	1,143,121	-	1,227,137	444,903
EXPENDITURE						
Costs of raising funds	4	84,452	-	-	84,452	84,146
<i>Expenditure on charitable activities</i>						
Provision of support for UCT	5	262	1,033,847	-	1,034,109	317,761
TOTAL EXPENDITURE		84,714	1,033,847	-	1,118,561	401,907
NET INCOME/(EXPENDITURE)		(698)	109,274	-	108,576	42,996
TRANSFERS						
Gross transfers between funds				-	-	-
Gains on investments	8	-	-	(43,253)	(43,253)	57,627
NET MOVEMENT IN FUNDS		(698)	109,274	(43,253)	65,323	100,623
RECONCILIATION OF FUNDS						
Fund balances brought forward		100,625	253,798	829,560	1,183,983	1,083,360
FUND BALANCES CARRIED FORWARD AT 31 DECEMBER 2018	11	99,927	363,072	786,307	1,249,306	1,183,983

BALANCE SHEET
 as at 31 December 2018

	Notes	2018 £	2017 £
FIXED ASSETS			
Tangible assets	7	1,347	529
Investments	8	638,329	681,582
		<u>639,676</u>	<u>682,111</u>
CURRENT ASSETS			
Debtors	9	195,230	11,791
Cash at bank and in hand		423,754	498,781
		<u>618,984</u>	<u>510,572</u>
LIABILITIES			
Creditors: Amounts falling due within one year	10	9,354	8,700
		<u>629,630</u>	<u>501,872</u>
NET CURRENT ASSETS			
		<u>1,249,306</u>	<u>1,183,983</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		=====	=====
THE FUNDS OF THE CHARITY			
Endowment funds	11	786,307	829,560
Restricted income funds	11	363,072	253,798
Unrestricted income funds	11	99,827	100,525
Trust Fund capital	11	100	100
		<u>1,249,306</u>	<u>1,183,983</u>
TOTAL CHARITY FUNDS			
	12	=====	=====

The financial statements on pages 12 to 26 were approved by the trustees and authorised for issue on 16th May 2019, and are signed on their behalf by

..... Chairman
 Sir Franklin Berman KCMG QC

Date: 2019

STATEMENT OF CASH FLOWS
for the year ended 31 December 2018

	Note	2018 £	2017 £
NET CASH USED IN OPERATING ACTIVITIES	13	(88,373)	25,389
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and investment income received		14,426	14,302
Receipts from sales of investments		-	150,900
Purchases of investments		-	(150,900)
Purchase of tangible fixed assets		(1,080)	(110)
NET CASH PROVIDED BY INVESTING ACTIVITIES		13,346	14,192
CHANGE IN CASH AND CASH EQUIVALENTS IN THE YEAR		(75,027)	39,581
Cash and cash equivalents at beginning of year		498,781	459,200
CASH AND CASH EQUIVALENTS AT END OF YEAR		423,754	498,781
		=====	=====

Financial statements for the year ended 31 December 2018**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 has adopted early the Charities SORP issued in July 2014, rather than applying the Charities 2005 SORP which has been withdrawn but is still referred to in the extant Charities (Accounts and Reports) Regulations 2008 so that the financial statements show a true and fair view in accordance with United Kingdom Generally Accepted Accounting Practice effective for accounting periods beginning on or after 1 January 2015.

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

The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

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

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 2017**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 2018**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 2018**

	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2018 £	Total 2017 £
1. DONATIONS					
Donations from foundations, trusts and companies	-	605,903	-	605,903	165,663
Donations from individuals:					
Including Gift Aid	-	474,952	-	474,952	89,774
Other	-	47,856	-	47,856	100,164
	-	1,128,711	-	1,128,711	355,601
	=====				=====

In 2018, donations totalling £1,128,711 (2017: £355,601) were received or pledged, of which £1,128,711 (2017: £355,601) were restricted funds.

	Unrestricted funds	Restricted funds	Endowment funds	Total 2018	Total 2017
2. INCOME GENERATED BY THE PROVISION OF SUPPORT FOR UCT					
Operating grant contributions receivable from the University of Cape Town	84,000	-	-	84,000	75,000
	=====				=====

In 2018, £84,000 (2017: £75,000) was received as income generated by the provision of support for UCT of which £84,000 (2017: £75,000) was unrestricted.

	Unrestricted funds	Restricted funds	Endowment funds	Total 2018	Total 2017
3. INVESTMENT INCOME					
Bank interest receivable on short term cash deposits	16	668	-	684	191
Income from investments listed on a recognised stock exchange:					
UK	-	13,742	-	13,742	14,111
	16	14,410	-	14,426	14,302
	=====				=====

In 2018, £14,426 (2017: £14,302) was received from investment income, of which £14,410 (2017: £14,302) was restricted and £16 (2017: £nil) was unrestricted.

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018**

	Unrestricted funds	Restricted funds	Endowment funds	Total 2018	Total 2017
4. COSTS OF RAISING FUNDS					
Direct costs:					
Alumni function costs	3,159	-	-	3,159	5,780
Alumni Appeal	2,918	-	-	2,918	3,068
Support and governance costs (see note 6)	78,375	-	-	78,375	75,298
	84,452	-	-	84,452	84,146
	84,452	-	-	84,452	84,146

In 2018 the costs of raising funds were £84,452 (2017: £84,146) of which £84,452 (2017: £84,146) was expenditure from unrestricted funds.

	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2018 £	Total 2017 £
5. COSTS INCURRED IN THE PROVISION OF SUPPORT FOR UCT					
Direct costs:					
Grants given in support of the University of Cape Town programmes	-	1,033,847	-	1,033,847	317,619
Support costs (see note 6)	262	-	-	262	142
	262	1,033,847	-	1,034,109	317,761
	262	1,033,847	-	1,034,109	317,761

In 2018 the costs incurred in provision of support for UCT were £1,034,109 (2017: £317,761), of which £1,033,847 (2017: £317,619) was expenditure from restricted funds and £262 (2017: £142) was expenditure from unrestricted funds.

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018

	Costs of generating voluntary income	Costs incurred in provision of support for UCT	Governance costs	Total 2018	Total 2017
	£	£	£	£	£
6. SUPPORT COSTS					
Consultancy and administration	49,859	-	-	49,859	46,315
Travel and accommodation	1,666	-	-	1,666	1,246
Communications and stationery	2,078	-	-	2,078	3,672
Operating lease rentals:					
Land and buildings	8,100	-	-	8,100	8,100
Other office costs	7,798	-	-	7,798	7,265
Auditor's remuneration:					
Audit fees	-	-	8,874	8,874	8,700
Legal fees	-	-	-	-	-
Depreciation – owned assets	-	262	-	262	142
Foreign exchange loss/(gain)	-	-	-	-	-
	<u>69,501</u>	<u>262</u>	<u>8,874</u>	<u>78,637</u>	<u>75,440</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 2018

7. TANGIBLE ASSETS

	Computers £	Office equipment £	Furniture and fittings £	TOTAL £
Cost:				
1 January 2018	3,499	1,022	1,770	6,291
Additions	1,080	-		1,080
Disposals	(1,039)	-		(1,039)
31 December 2018	3,540	1,022	1,770	6,332
Depreciation:				
1 January 2018	3,314	1,022	1,426	5,762
Disposals	(1,039)	-		(1,039)
Charge for year	220	-	42	262
31 December 2018	2,495	1,022	1,468	4,985
Net book value:				
31 December 2018	1,045	-	302	1,347
	=====			=====
31 December 2017	185	-	344	529
	=====			=====

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018**

	2018	2017
	£	£
8. INVESTMENTS		
Investments listed on a recognised stock exchange, held primarily to provide an investment return, at market value:		
Market value 1 January 2018	681,582	623,955
Additions		150,900
Disposal proceeds		(150,900)
Realised gains		52,445
Unrealised gains/(losses)	(43,253)	5,192
	<u>638,329</u>	<u>681,582</u>
	=====	=====
31 December 2018		
At the balance sheet date, the market value of the portfolio comprised:		
UK investments	638,329	681,582
	=====	=====
Unit trust funds and other similar securities	638,329	681,582
	=====	=====
At the balance sheet date, the historical cost of the investments was £493,711 (2017: £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	53,266
BlackRock	591,724	628,316
	<u>638,329</u>	<u>681,582</u>
	=====	=====
	2018	2017
	£	£
9. DEBTORS		
Prepayments	6,618	
Accrued income	170,050	
Income tax recoverable	18,562	4,274
	<u>195,230</u>	<u>11,791</u>
	=====	=====
The figure of £170,050 identified above as accrued income represents multi-year pledges made in 2018 which will be due for payment between 2019 and 2022. The figure includes an amount of £118,000 which is subject to specific donor approval, in the light of progress in the projects concerned.		
	2018	2017
	£	£
10. CREDITORS		
Amounts falling due within one year:		
Accruals	9,354	8,700
	=====	=====

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018

11. **THE FUNDS OF THE CHARITY**

	1 January 2018 £	Income £	Expenditure £	Gains on investments £	Transfers between funds £	31 December 2018 £
Endowment funds (held at CAF / BlackRock or in cash):						
Glaxo Chair Fund	627,466	-	-	(37,023)	-	590,443
Law Faculty Fund	139,469	-	-	(4,316)	-	135,153
Mibashan Fund	19,318	-	-	(643)	-	18,675
Oates Fund	35,124	-	-	(1,130)	-	33,994
Andrews Fund	3,708	-	-	(70)	-	3,638
Kaplan Award	4,475	-	-	(71)	-	4,404
	<u>829,560</u>	<u>-</u>	<u>-</u>	<u>(43,253)</u>	<u>-</u>	<u>786,307</u>
Restricted income funds:						
<i>Undistributed endowment funds income -</i>						
Glaxo Chair Fund	11,666	11,732	11,566	-	-	11,832
Mibashan Fund	251	230	249	-	-	232
Oates Fund	458	414	452	-	-	420
Andrews Fund	45	37	45	-	-	37
Law Faculty Fund	134	1,607	1,555	-	-	186
Kaplan Award	31	264	32	-	-	263
ABALOB	-	100,016	50,000	-	-	50,016
Bursary Fund	55,572	162,935	91,017	-	(5,777)	121,713
Distinguishing UCT Faculty of EBE	6,691 50	20,137 -	24,076 50	- -	- -	2,752 -
Faculty of Health Sciences	-	7,183	12,650	-	5,777	310
GSB	-	3,750	3,750	-	-	-
Julian Baring Sch Fund	174	13,330	13,300	-	-	204
Keswick Prize	2,673	-	800	-	-	1,873
Law Faculty Fund	58,073	18,038	74,883	-	-	1,228
M Shuttleworth Schshps	-	387,549	310,000	-	-	77,549
N Mandela School	-	1,125	1,000	-	-	125
Neurosciences	-	250,056	250,000	-	-	56
Opera School	10,284	36,399	42,787	-	-	3,896
Price/Posel PG Schsps	100,000	2,467	100,121	-	-	2,346
Residences Fund	20	120	110	-	-	30
Rugby Club	200	56	244	-	-	13
Prof Robertson Fund	4,717	627	1,875	-	-	3,469
Schools Improvement	2,748	143,773	42,191	-	-	104,330
SHAWCO Fund	8	276	94	-	-	191
Spirit of 68 Award	3	1,000	1,000	-	-	3
	<u>253,798</u>	<u>1,163,121</u>	<u>1,033,847</u>	<u>-</u>	<u>-</u>	<u>383,072</u>

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018**

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

	1 January 2018 £	Income £	Expenditure £	Gains on investments £	Transfers between funds £	31 December 2018 £
Unrestricted income funds:						
General Fund	100,525	84,016	(84,714)	-	-	99,827
Trust Fund Capital:						
Capital	100	-	-	-	-	100
Total Funds	1,183,983	1,227,137	1,118,561	(43,253)	-	1,249,306
	=====	=====	=====	=====	=====	=====

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 £144,628 (2017: £187,881).

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

GSB fund: supports UCT's Graduate School of Business

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

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018**

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

Keswick Prize fund supports an annual prize to encourage lucid writing

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.

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	638,329	147,978	786,307
Restricted income funds	-	363,072	363,072
Unrestricted income funds	1,347	98,580	99,927
NET ASSETS	639,676	609,630	1,249,306
	=====	=====	=====

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

	2018 £	2017 £
Net movement in funds	85,323	100,623
Depreciation of tangible fixed assets	262	142
Interest income shown in investing activities	(14,426)	(14,302)
Gain on disposal of investments	-	-
Unrealised (gain)/loss on investments	43,253	(57,627)
Decrease/(increase) in debtors	(203,439)	(3,488)
Increase/(decrease) in creditors	654	41
	-----	-----
Cash used in operating activities	(88,373)	25,389
	=====	=====

14. COMMITMENTS UNDER OPERATING LEASES

At 31 December 2017 the charity had future minimum payments lease payments under non-cancellable operating leases as set out below:

	Land and Buildings 2018 £	Land and Buildings 2017 £
Falling due within one year	8,100	8,100
Falling due between one to five years	15,090	23,190
	-----	-----
	23,190	31,290
	=====	=====

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 £26,813 (2017: £24,431).