
J PAUL GETTY JR GENERAL CHARITABLE TRUST

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2007

J PAUL GETTY JR GENERAL CHARITABLE TRUST

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J PAUL GETTY JR GENERAL CHARITABLE TRUST

REFERENCE AND ADMINISTRATIVE INFORMATION For the year ended 31 December 2007

Settlor: Sir Paul Getty KBE (1932 – 2003)

Trustees: Christopher H Gibbs (Chairman)
Lady Getty
Vanni E Treves
Christopher T B Purvis C.B.E.

Director: Elizabeth Rantzen

Registered office: 1 Park Square West
London NW1 4LJ

Registered charity number: 292360

Bankers: The Royal Bank of Scotland
London Drummonds Branch
49 Charing Cross
London SW1A 2DX

Fund Managers: BlackRock
33 King William Street
London EC4R 9AS

Baring Asset Management
155 Bishopsgate
London EC2M 3XY

Solicitors: Macfarlanes
10 Norwich Street
London EC4A 1BD

Accountants: Clarity
2 Lancaster Close
Weston Heights
Stevenage
Herts SG1 4RX

Auditors: Nexia Smith & Williamson
2 Athenaeum Road
London N20 9YU

J PAUL GETTY JR GENERAL CHARITABLE TRUST

TRUSTEES' REPORT

For the year ended 31 December 2007

The trustees present their report and the accounts for the year ended 31 December 2007. The accounts have been prepared in accordance with the Trust Deed and the recommendations of the Statement of Recommended Practice 2005 – Accounting and Reporting by Charities (SORP 2005) and comply with applicable law.

Reference and Administrative Details

Reference and administrative details are shown on page 1 of the financial statements.

The Trustees

The trustees who served the charity during the year were as follows:

Christopher Gibbs (Chairman)
Lady Getty
Christopher Purvis
Vanni Treves

Constitution and Objects of the Trust

The J Paul Getty Jr General Charitable Trust (“the Trust”) was established by a Deed of Trust dated 19 June 1985. Under the terms of the Deed of Trust the trustees have broad powers to apply both income and capital for general charitable purposes. There have been no changes in the objects since the last annual report.

The main aim of the Trust is to support well managed projects throughout the UK that relieve poverty and misery. The trustees have a particular interest in projects that help disadvantaged people reach their potential, and aim to effect long-term change where help is not otherwise readily available from the public or private purse. In addition, the Trust supports the arts and conservation of the natural and built environment.

Appointment and Election of Trustees and Trustee Induction and Training

The management of the Trust and the appointment of trustees are the responsibility of the trustees. Care is taken to ensure an appropriate mix of skills and knowledge. The Trust Deed provides for a minimum of four trustees. Where there is a requirement for new trustees, these would be identified and appointed by the remaining trustees. Ongoing trustee training is undertaken when considered appropriate. The trustees have all served as trustees for a number of years. New trustees receive a copy of the constitution.

Organisational Matters

The most significant change during the year was the retirement of the Trust’s director, Bridget O’Brien Twohig, in June 2007. Her departure followed fourteen years of energetic and loyal service to the Trust and the trustees are profoundly grateful for her deeply knowledgeable contribution to the development of the Trust’s work. Bridget was replaced by Elizabeth Rantzen who joined the Trust in July 2007 with a background in private, public and voluntary sector work.

J PAUL GETTY JR GENERAL CHARITABLE TRUST

TRUSTEES' REPORT

For the year ended 31 December 2007

The Trust's addictions adviser, Dr. Peter Miller returned to Australia in December on completion of his three year contract with the National Addictions Centre at The Maudsley. Dr. Miller provided invaluable advice on the funding of addiction projects and his expert knowledge was greatly appreciated. It has not proved straightforward to replace him but the trustees are searching for a way to continue drawing on specialist academic advice.

To assist in dealing with increasing numbers of applications, the Trust installed GIFTS grant-making software at the end of the year. This investment will greatly enhance the efficiency of grant-making and reporting from January 2008 onwards.

The core approach to grant-making remains unchanged. After initial screening of outline applications for their fit with the charitable objectives, detailed financial, administrative and evaluation details are requested from potential recipients. Short-listed applicants are scrutinised in detail at a face-to-face meeting or by telephone. During 2007 trustees met four times to determine whether awards should be made to recommended projects. If awards are made for two or more years, a report and copy of the recipient's annual accounts is reviewed before each subsequent payment is released.

Risk Management

The trustees regularly review the risks facing the Trust. They consider financial and legal risks, including financial fraud, governance risks, reputation risks and reliance on key personnel. The controls to limit those risks were found by the trustees at the last review to be satisfactory and will continue to be reviewed regularly.

Review of Grant-Making

During the year 1,326 applications were received and 137 new grants were awarded. The total value of new grants committed was £2,521,903 (2006 - £1,831,500).

| Size of Grant | Number | Total value |
|-----------------------------|--------|-------------|
| £50,000 or more | 12 | £748,147 |
| Between £10,000 and £50,000 | 62 | £1,644,681 |
| Less than £10,000 | 63 | £129,075 |
| Total | 137 | £2,521,903 |

The largest grant awarded during the year was £90,000. All grants of £50,000 or more were spread over a three-year period. All grants of £5,000 or less were one-off single payments.

J PAUL GETTY JR GENERAL CHARITABLE TRUST

TRUSTEES' REPORT For the year ended 31 December 2007

The regional breakdown of grants is provided in the following table. The geographical categories were changed during 2007 so a direct comparison with 2006 is not possible.

| Region | Number | Value | % of Value |
|-----------------------|--------|------------|------------|
| East Anglia | 5 | £83,160 | 3% |
| Midlands | 12 | £219,700 | 9% |
| London and South East | 38 | £659,330 | 26% |
| North | 26 | £381,345 | 15% |
| South West | 14 | £348,000 | 14% |
| Wales | 4 | £154,000 | 6% |
| Scotland | 9 | £136,000 | 6% |
| Northern Ireland | 4 | £78,200 | 3% |
| National Programmes | 20 | £448,168 | 18% |
| Outside UK | 5 | £14,000 | 0% |
| | 137 | £2,521,903 | 100% |

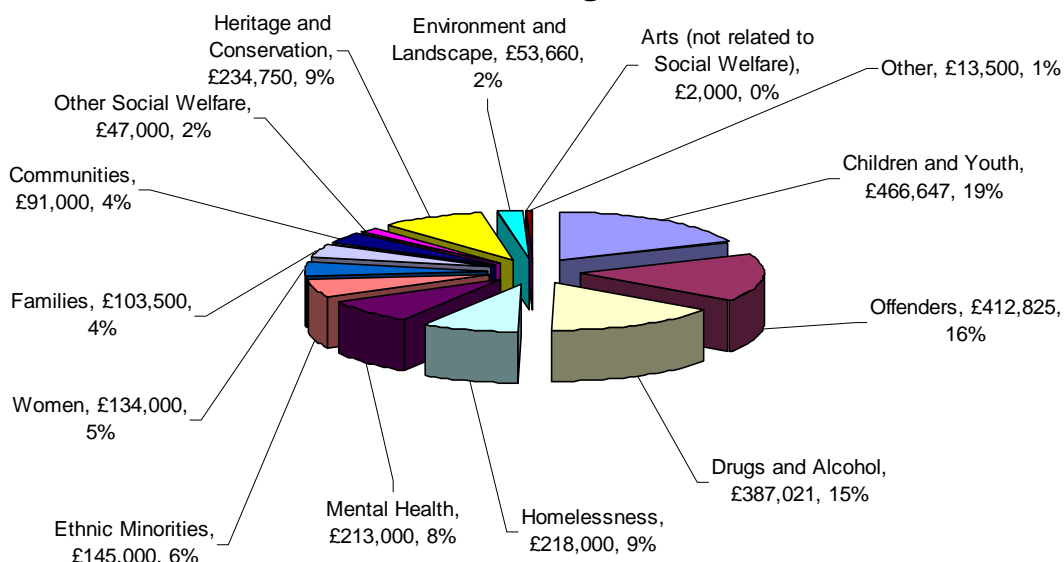
Distribution between different funding programmes of new grants awarded was as follows.

| Programme | 2007 | 2006 |
|--------------------------------------|-------------------|-------------------|
| Social Welfare | | |
| Children and Youth | £466,647 | £319,000 |
| Offenders | £412,825 | £96,000 |
| Drugs and Alcohol | £387,021 | £366,000 |
| Homelessness | £218,000 | £182,000 |
| Mental Health | £213,000 | £86,000 |
| Ethnic Minorities | £145,000 | £124,000 |
| Women | £134,000 | £130,000 |
| Families | £103,500 | £7,000 |
| Communities | £91,000 | £100,000 |
| Other Social Welfare | £47,000 | £0 |
| Heritage and Conservation | £234,750 | £388,500 |
| Environment and Landscape | £53,660 | £28,000 |
| Arts (not related to social welfare) | £2,000 | £0 |
| Other | £13,500 | £5,000 |
| Totals | £2,521,903 | £1,831,500 |

J PAUL GETTY JR GENERAL CHARITABLE TRUST

TRUSTEES' REPORT For the year ended 31 December 2007

Grant-Making 2007



Financial Review (including investment policy and reserves)

The total value of the Trust's investments at 31 December 2007 was £58,494,017 (2006 - £55,977,400). The primary investment objective is to provide a total return which over the long term is significantly in excess of inflation. This is achieved through investment in equities, bonds and property.

The equity and bond portfolios, which as at 31 December 2007 comprised approximately 87.5% of the total portfolio (2006 - 86.5%), are managed by Baring Asset Management and BlackRock. Barings have been given a benchmark to outperform inflation plus 5%; BlackRock's benchmark is to outperform an index composed of UK equities (60%), overseas equities (20%) and bonds (20%). Both investment managers have exceeded their performance objectives.

| Portfolio Manager | Value 31 Dec 2007 | Total return of portfolio 2007 | Total return of benchmark 2007 | Total return of portfolio 3 years p.a. | Total return of benchmark 3 years p.a. |
|-------------------|-------------------|--------------------------------|--------------------------------|--|--|
| BlackRock | £29,814,571 | 9.8% | 6.2% | 14.3% | 12.4% |
| Barings | £21,409,446 | 12.1% | 9.0% | 14.4% | 8.6% |

As at 31 December 2007 the Trust held £7,270,000, approximately 12.5% of its investments, in retail property; it is advised by Savills in this regard. The benchmark for the portfolio is the IPD retail sector index. The total return of the property portfolio in 2007 was 3.07% while the total return of the IPD retail sector index was 1.7%. The average total return over three years was 15.4% per annum (benchmark 13%).

J PAUL GETTY JR GENERAL CHARITABLE TRUST

TRUSTEES' REPORT For the year ended 31 December 2007

It is the policy of the trustees at all times to maintain sufficient reserves within the Trust to meet all future commitments in full, whilst maintaining a level of invested funds capable of generating a significant return for onward donation. The trustees monitor the level of reserves on an annual basis. All funds held are unrestricted.

Plans for Future

The trustees reviewed the Trust's grant-making policy at their meeting in October 2007. They decided to continue with their focus on the four existing areas of benefit – social welfare, arts, environment and heritage, with one modification: arts funding has hitherto been focused on projects linked to the social welfare objectives of the Trust and it was agreed to extend this interest to embrace a broader range of arts work which would not necessarily be linked to other causes. The trustees also recognise the importance of offender resettlement initiatives in reducing re-offending and hope to extend their interests in such work during 2008.

Auditor

Nexia Smith & Williamson continued as the Trust's auditors during 2007 and have expressed their willingness to continue in this role.

Statement of Trustees' Responsibilities

Charity law 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 as at the end of the financial year, and of the surplus or deficit for that period. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on a going concern basis unless it is inappropriate to assume that the charity will continue on that basis.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with the Charities Act 1993 and the Statement of Recommended Practice: Accounting and Reporting by Charities 2005. They are also responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The maintenance and integrity of the charity's website is the responsibility of the trustees. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislations in other jurisdictions.

J PAUL GETTY JR GENERAL CHARITABLE TRUST

TRUSTEES' REPORT
For the year ended 31 December 2007

Approval

This report was approved by the Board of Trustees on 3 April 2008 and signed on its behalf by:



Christopher Gibbs

J PAUL GETTY JR GENERAL CHARITABLE TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF J PAUL GETTY JR GENERAL CHARITABLE TRUST

We have audited the accounts of J Paul Getty Jr General Charitable Trust for the year ended 31 December 2007 which comprise the Statement of Financial Activities, the Balance Sheet, and the related notes 1 to 16. These accounts have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out therein.

This report is made solely to the charity's trustees, as a body, in accordance with regulations made under section 44 of the Charities Act 1993. Our audit work has been undertaken so that we might state to the charity's Trustees those matters we are required to state to them in an auditors' 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 Trust and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF THE TRUSTEES AND AUDITORS

The responsibilities of the trustees for preparing the Annual Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Trustees' Responsibilities.

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

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

We read the Trustees' report and consider whether it is consistent with the audited accounts. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the accounts. Our responsibilities do not extend to any other information.

BASIS OF AUDIT OPINION

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

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

OPINION

In our opinion the accounts

- give a true and fair view of the state of the charity's affairs as at 31 December 2007 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended; and
- have been properly prepared in accordance with the Charities Act 1993.

Nexia Smith & Williamson

Nexia Smith & Williamson

Chartered Accountants

Registered Auditors

London N20 9YU

Date: *16 May 2008*

J PAUL GETTY JR GENERAL CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES For the year ended 31 December 2007

| | Note | Unrestricted Funds | |
|--|------|--------------------|-------------------|
| | | 2007 | 2006 |
| | | £ | £ |
| Incoming Resources | | | |
| Investment income | 2 | 2,034,679 | 1,787,369 |
| Other incoming resources | 3 | - | 6,481 |
| Total Incoming Resources | | 2,034,679 | 1,793,850 |
| Resources Expended | | | |
| Costs of generating funds | | | |
| Investment management costs | 4 | 124,974 | 195,777 |
| Charitable activities | | | |
| Grant making | | | |
| Grants payable | 5 | 2,530,017 | 1,757,991 |
| Grant related support costs | 6 | 231,216 | 121,960 |
| | | 2,886,207 | 2,075,728 |
| Governance costs | 7 | 13,983 | 13,378 |
| Total Resources Expended | | 2,900,190 | 2,089,106 |
| Net Resources Expended | | (865,511) | (295,256) |
| Realised and unrealised gains and losses on listed investments | 10 | 3,519,646 | 4,073,361 |
| Realised and unrealised gains and losses on property investments | 11 | (245,000) | 855,000 |
| Net Movement in Funds for the Year | | 2,409,135 | 4,633,105 |
| Reconciliation of funds | | | |
| Total funds brought forward 1 January 2007 | | 54,758,931 | 50,125,826 |
| Total Funds Carried Forward 31 December 2007 | | 57,168,066 | 54,758,931 |

All operations are continuing.

J PAUL GETTY JR GENERAL CHARITABLE TRUST

BALANCE SHEET As at 31 December 2007

| | | 2007 | | 2006 | |
|--|------|-------------|-------------------|-------------|-------------------|
| | Note | £ | £ | £ | £ |
| FIXED ASSETS | | | | | |
| Investments | 10 | | 51,224,017 | | 48,462,400 |
| Investment properties | 11 | | 7,270,000 | | 7,515,000 |
| | | | <u>58,494,017</u> | | <u>55,977,400</u> |
| CURRENT ASSETS | | | | | |
| Debtors | 12 | 706,529 | | 838,546 | |
| Cash at bank and in hand | | 266,659 | | 6,277 | |
| | | | <u>973,188</u> | | <u>844,823</u> |
| CREDITORS: amounts falling due within one year | 13 | (1,520,394) | | (1,485,292) | |
| | | | <u>(547,206)</u> | | <u>(640,469)</u> |
| NET CURRENT LIABILITIES | | | | | |
| | | | <u>57,946,811</u> | | <u>55,336,931</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | | | |
| CREDITORS: amounts falling due after more than one year | 14 | | (778,745) | | (578,000) |
| | | | <u>57,168,066</u> | | <u>54,758,931</u> |
| NET ASSETS | | | | | |
| CHARITY FUNDS | | | | | |
| Unrestricted - General Funds | | | 57,168,066 | | 54,758,931 |
| | | | <u>57,168,066</u> | | <u>54,758,931</u> |
| TOTAL FUNDS | | | | | |

J PAUL GETTY JR GENERAL CHARITABLE TRUST

BALANCE SHEET (CONTINUED)
As at 31 December 2007

The financial statements were approved and authorised for issue by the trustees on 3 April 2008 and signed on their behalf by:



Christopher Gibbs

J PAUL GETTY JR GENERAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2007

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value. The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" published in October 2005 and applicable accounting standards.

1.2 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Trust and which have not been designated for other purposes.

1.3 Incoming resources

All incoming resources are included in the Statement of Financial Activities when the Trust is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

1.4 Resources expended

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

The charity's operating costs include staff costs, rent and other related costs. Such costs are allocated between support costs and governance costs. Where costs cannot be directly attributable they have been apportioned based on an estimate of time spent in each category. Where the time spent on governance costs is negligible then no allocation has been made.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

1.5 Grants

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

1.6 Investments

Investments are stated at market value at the balance sheet date. The Statement of Financial Activities includes the net gains and losses arising on revaluations and disposals throughout the year.

Investment properties are included in the balance sheet at open market value. No depreciation is charged in accordance with Statement of Standard Accounting Practice 19.

1.7 Cash flow

The Trust has taken advantage of the exemption in Financial Reporting Standard No.1 from the requirement to produce a cash flow statement.

J PAUL GETTY JR GENERAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2007

1.8 Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

1.9 Pensions

The Trust contributes to a defined contribution pension scheme and the pension charge represents the amounts payable by the Trust to the fund in respect of the year.

1.10 Irrecoverable VAT

The Trust is not registered for VAT, with the exception of four investment properties which the Trustees have opted to tax. Expenditure incurred in respect of these investment properties is shown net of recoverable VAT, while all other expenditure is shown gross of irrecoverable VAT.

1.11 Operating leases

Operating lease rentals are charged against incoming resources in the year in which they are incurred, even if the payments are not made on such a basis.

2. INVESTMENT INCOME

| | 2007 £ | 2006 £ |
|--------------------------------|------------------|------------------|
| Gross rental income | 440,916 | 452,590 |
| Income from listed investments | 1,475,101 | 1,257,803 |
| Interest on deposits | 118,662 | 76,976 |
| Total | <u>2,034,679</u> | <u>1,787,369</u> |

3. OTHER INCOME

| | 2007 £ | 2006 £ |
|---|-----------|--------------|
| Macfarlanes - VAT withheld in prior years | - | 6,481 |
| Total | <u>-</u> | <u>6,481</u> |

J PAUL GETTY JR GENERAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2007

4. MANAGEMENT FEES

| | 2007 £ | 2006 £ |
|---|----------------|----------------|
| Investment management fees | 96,995 | 105,130 |
| Property management fees: | | |
| Cost of generating income | 25,041 | 25,948 |
| Cost of rent reviews, valuations, sales and purchases | 2,938 | 64,669 |
| Total | 124,974 | 195,777 |

5. GRANTS PAYABLE

| | 2007 £ | 2006 £ |
|--|------------------|------------------|
| Grants awarded in the year | 2,521,903 | 1,831,500 |
| Grants awarded in the previous year ¹ | 132,500 | - |
| Grants cancelled or returned | (124,386) | (73,509) |
| Total | 2,530,017 | 1,757,991 |

RECONCILIATION OF GRANTS PAYABLE:

| | | 2007 £ | 2006 £ |
|-------------------------------------|-----------|------------------|------------------|
| Accrued at 1 January 2007 | | 1,900,750 | 1,833,500 |
| Grants awarded in the year | 2,521,903 | | 1,831,500 |
| Grants awarded in the previous year | 132,500 | | - |
| Grants cancelled or returned | (124,386) | | (73,509) |
| Grants payable for the year | | 2,530,017 | 1,757,991 |
| Grants paid during the year | | (2,279,164) | (1,694,250) |
| Grants returned during the year | | 10,386 | 3,509 |
| ACCRUED AT 31 December 2007 | | 2,161,989 | 1,900,750 |

PAYABLE AS FOLLOWS:

| | | | |
|---|--|------------------|------------------|
| Grants payable in less than one year | | 1,383,244 | 1,322,750 |
| Grants payable after more than one year | | 778,745 | 578,000 |
| Total | | 2,161,989 | 1,900,750 |

¹ Grants awarded in previous year relates to grants awarded by the trustees during 2006, in respect of the additions adviser project for 2006-2009, but which were not recorded as a commitment during that year.

J PAUL GETTY JR GENERAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2007

6. SUPPORT COSTS

| | 2007 £ | 2006 £ |
|---------------------------|----------------|----------------|
| Staff costs (see note 9) | 135,640 | 91,318 |
| Rent and insurance | 20,833 | 20,909 |
| Administration expenses | 50,791 | 9,733 |
| Software and installation | 20,206 | - |
| Drugs Policy seminar | 3,746 | - |
| Total | 231,216 | 121,960 |

Included within administrative expenses above are recruitment expenses of £37,450 (2006 - £640).

7. GOVERNANCE COSTS

| | 2007 £ | 2006 £ |
|--|---------------|---------------|
| Audit | 8,100 | 7,800 |
| Accountancy & general financial advice | 5,883 | 5,578 |
| Total | 13,983 | 13,378 |

8. ANALYSIS OF RESOURCES EXPENDED BY EXPENDITURE TYPE

| | Grants 2007 £ | Staff Costs 2007 £ | Other Costs 2007 £ | Total 2007 £ |
|------------------------------------|---------------------|--------------------------|--------------------------|--------------------|
| Costs of generating funds: | | | | |
| Management fees | - | - | 124,974 | 124,974 |
| Subtotal costs of generating funds | - | - | 124,974 | 124,974 |
| Charitable expenditure: | | | | |
| Grants payable | 2,530,017 | - | - | 2,530,017 |
| Support costs | - | 135,640 | 95,576 | 231,216 |
| Governance costs | - | - | 13,983 | 13,983 |
| Subtotal charitable expenditure | 2,530,017 | 135,640 | 109,559 | 2,775,216 |
| | 2,530,017 | 135,640 | 234,533 | 2,900,190 |

J PAUL GETTY JR GENERAL CHARITABLE TRUST

Total resources expended

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2007

9. STAFF COSTS AND NUMBERS

Staff costs were as follows:

| | 2007 £ | 2006 £ |
|-----------------------|----------------|---------------|
| Wages and salaries | 73,689 | 77,855 |
| Ex gratia payment* | 50,000 | - |
| Social security costs | 10,631 | 8,331 |
| Other pension costs | 1,320 | 5,132 |
| | <u>135,640</u> | <u>91,318</u> |

* After consultation with the Charity Commission, an ex gratia payment was paid to the former director of the trust on her departure in recognition of her contribution to the work of the Trust.

The average monthly number of part-time employees during the year was as follows:

| | 2007 No. | 2006 No. |
|----------------------|-------------|-------------|
| Grant administration | <u>2</u> | <u>2</u> |

No employee received remuneration of more than £60,000 (2006 – 1).

During the year, no trustee received any remuneration (2006 - £Nil).

During the year, no trustee received any benefits in kind (2006 - £Nil).

During the year, no trustee received any reimbursement of expenses (2006 - £Nil).

J PAUL GETTY JR GENERAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2007

10. INVESTMENTS

| | Listed securities | <i>Listed securities</i> |
|------------------------------------|--------------------------|--------------------------|
| | 2007 | <i>2006</i> |
| | £ | £ |
| Market value | | |
| At 1 January 2007 | 48,362,313 | 43,680,928 |
| Additions | 39,957,864 | 32,297,865 |
| Disposals | (41,357,363) | (31,689,841) |
| Realised / Unrealised gains | 3,519,646 | 4,073,361 |
| | | |
| Carrying value | | |
| At 31 December 2007 | 50,482,460 | 48,362,313 |
| Cash held for reinvestment | 741,557 | 100,087 |
| | <u>51,224,017</u> | <u>48,462,400</u> |

Investments at market value comprise:

| | UK | Overseas | 2007 | 2006 |
|--------------------|--------------------------|-------------------------|--------------------------|--------------------------|
| | £ | £ | £ | £ |
| Listed Investments | <u>42,046,377</u> | <u>9,177,640</u> | <u>51,224,017</u> | <u>48,462,400</u> |

Material investments (greater than 5% of the portfolio)

| | 2007 | 2006 |
|---|--------------------------|--------------------------|
| | £ | £ |
| British Government 4.5% Treasury Stock 2007 | - | 4,537,752 |
| Charinco Dist Units | 4,670,508 | 3,709,573 |
| 33 KWS Overseas Fund Inc | 6,285,734 | 6,301,601 |
| | <u>10,956,242</u> | <u>14,548,926</u> |

J PAUL GETTY JR GENERAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2007

11. INVESTMENT PROPERTIES

| | Freehold property 2007 | <i>Freehold property 2006</i> |
|------------------------------|---------------------------------------|---------------------------------------|
| | £ | £ |
| Cost and valuation | | |
| At 31 December 2007 | 7,270,000 | 7,515,000 |
| <hr/> | | |
| Comprising: | | |
| Cost | 4,043,904 | 4,173,904 |
| Additions | - | 900,000 |
| Disposals | - | (1,030,000) |
| Annual valuation surplus: | | |
| Brought forward – cumulative | 3,471,096 | 2,616,096 |
| Revaluation in year | (245,000) | 855,000 |
| | <hr/> | <hr/> |
| | 7,270,000 | 7,515,000 |

The 2007 valuations were made by the trustees, in consultation with the agents Savills, on an open market value for existing use basis.

The properties are held in the name of Cannon Nominees Limited and Cannon Nominee Properties Limited on behalf of the trustees.

12. DEBTORS

| | 2007 | <i>2006</i> |
|--|----------------|-------------|
| | £ | £ |
| Due within one year | | |
| Investment income receivable: | | |
| - Due from Blackrock | 463,010 | 286,927 |
| - Due from Baring Asset Management Limited | 143,854 | 303,088 |
| - Due from Macfarlanes | 94,711 | 245,022 |
| Grant repayable | - | 3,509 |
| Other debtors | 947 | - |
| Accrued income | 516 | - |
| Prepayments | 3,491 | - |
| | <hr/> | <hr/> |
| | 706,529 | 838,546 |

J PAUL GETTY JR GENERAL CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2007

13. CREDITORS:

Amounts falling due within one year

| | 2007 £ | 2006 £ |
|-----------------------------|------------------|------------------|
| Accruals | 44,476 | 60,727 |
| Deferred income | 90,426 | 99,208 |
| Social security creditor | 2,248 | 2,607 |
| Grants accrued (see Note 5) | 1,383,244 | 1,322,750 |
| | <hr/> | <hr/> |
| | 1,520,394 | 1,485,292 |

14. CREDITORS:

Amounts falling due after more than one year

| | 2007 £ | 2006 £ |
|-----------------------------|----------------------|----------------------|
| Grants accrued (see Note 5) | <hr/> 778,745 | <hr/> 578,000 |

15. OPERATING LEASE COMMITMENTS

At 31 December 2007 the charity had annual commitments under non-cancellable operating leases as follows:

| | Land and buildings | |
|-------------------|---------------------------|---------------------|
| | 2007 £ | 2006 £ |
| Due within 1 year | <hr/> 10,000 | <hr/> 10,985 |

16. RELATED PARTY TRANSACTIONS

During the year the Trust awarded a grant of £25,000 to The Handel House Trust Limited, a charity of which Christopher Purvis is the President.

Grants totalling £10,000 were awarded through the Diocese of Europe to St Andrew's Church, Tangier, where Christopher Gibbs is church warden.

J PAUL GETTY JR GENERAL CHARITABLE TRUST

Grants awarded in 2007

| Charity Name | Grant Awarded (£) |
|---|--------------------------|
| Tanyard Youth Project, Pembroke | 90,000 |
| KCA (UK) | 78,147 |
| Broadreach House, Plymouth | 69,000 |
| Action for Prisoners' Families, London | 60,000 |
| Asylum Support Appeals Project (ASAP), Croydon | 60,000 |
| Clive Project, Oxford | 60,000 |
| Hampshire & Thames Valley Circles ('Britain Yearly Meeting') | 60,000 |
| Kaleidoscope, Newport | 60,000 |
| Wings South West, Devon | 60,000 |
| Footsteps, Warrington | 51,000 |
| Penicuik House Preservation Trust, Midlothian | 50,000 |
| Watts Gallery, Guildford | 50,000 |
| Prison Advice & Care Trust (PACT), Exeter | 48,000 |
| Canopy Housing Project, Leeds | 45,000 |
| Chichester Diocesan Association for Family Support Work | 45,000 |
| Close House, Hereford | 45,000 |
| Depaul Trust, London | 45,000 |
| Heeley City Farm, Sheffield | 45,000 |
| Home-Start Oxford | 45,000 |
| New Romney Counselling Services, Kent | 45,000 |
| Prisoners' Advice Service, London | 45,000 |
| Refugee Support Group Devon, Exeter | 45,000 |
| Release, London | 45,000 |
| County Community Projects (CCP), Cheltenham | 42,000 |
| Howard League for Penal Reform, London | 42,000 |
| Leeds Housing Concern | 40,000 |
| West Anglia Crossroads, St Ives, Cambridgeshire | 39,000 |
| Belfast Community Circus School | 37,200 |
| The Passage, London | 36,000 |
| Body & Soul, London | 35,000 |
| Young Enterprise North East (YENE), Gateshead | 33,000 |
| Politics of Prohibition (University of Swansea) | 32,021 |
| Beacon House, Colchester | 30,000 |
| Beckley Foundation Drug Policy Programme, Oxford | 30,000 |
| Burton Street Foundation, Sheffield | 30,000 |
| Diocese of Exeter Council for Church & Society (Peninsula Initiative) | 30,000 |
| Edinburgh Cyrenians | 30,000 |
| Northlands, Derry, Northern Ireland | 30,000 |
| Orton Trust, Kettering, Northamptonshire | 30,000 |
| Phoenix House (Phoenix Futures), London | 30,000 |
| Trinity Winchester | 30,000 |
| UK Gay & Lesbian Immigration Group, London | 30,000 |
| Zacchaeus 2000 Trust (Z2K), London | 30,000 |
| Unique Coffee Bar, Newark | 28,200 |
| Bridport & District Citizens Advice Bureau | 27,000 |
| Handel House Trust Ltd, London | 25,000 |
| Firepower (Royal Artillery Museum), London | 24,000 |
| St Anne's Trust (for St Anne's Day Centre), Seaford, East Sussex | 24,000 |
| Lancaster & District YMCA | 20,600 |
| Apex Charitable Trust, London | 20,000 |
| Bridewell Organic Gardens, Wilcote, Oxfordshire | 20,000 |

J PAUL GETTY JR GENERAL CHARITABLE TRUST

| Charity Name | Grant Awarded (£) |
|---|--------------------------|
| Granton Youth Project, Edinburgh | 20,000 |
| The Bridge (Lantern Housing Ltd), Loughborough | 20,000 |
| CRUMBS, Bournemouth | 18,000 |
| Lizard Outreach Trust, Cornwall | 18,000 |
| Deposit Guarantee Scheme (Cumbria), Whitehaven | 15,000 |
| Tiverton Market Centre, Devon | 15,000 |
| Transform Drug Policy Foundation (TDPF), Bristol | 15,000 |
| Mustard Tree, Manchester | 13,000 |
| Grasslands Trust, Eastleigh, Hampshire | 12,500 |
| Little Ouse Headwaters Project, Norfolk | 11,160 |
| Cleveland Housing Advice Centre | 11,000 |
| Glasgow School of Art | 11,000 |
| Abbey Sutton Courtenay, Oxfordshire | 10,000 |
| Adfam National Ltd, London | 10,000 |
| Amethyst Second Chance Trust (HMP Dartmoor) | 10,000 |
| Cinderford Area Neighbourhood Development Initiative (CANDI), Glos. | 10,000 |
| Conservation Volunteers Northern Ireland (BTCV) | 10,000 |
| Full House Furniture Recycling Service, Hereford | 10,000 |
| Hereford & Worcester Gardens Trust (HMP Hewell Grange) | 10,000 |
| Lilias Graham Trust, Stirling | 10,000 |
| Rape & Abuse Line, Ross-shire | 10,000 |
| Scarborough Museums Trust (Rotunda Museum) | 10,000 |
| Tyne Rivers Trust, Morpeth, Northumberland | 10,000 |
| Ruskin Foundation, Cumbria | 8,500 |
| Disaster Action, Woking | 7,500 |
| Reserve Forces Ulysses Trust, Andover | 7,500 |
| St James Community & Support Centre, Birmingham | 6,000 |
| National Trust (Webb table for the Red House) | 5,000 |
| St Andrews Church, Tangier (Diocese of Europe) | 5,000 |
| St Andrews Church, Tangier (Diocese of Europe) | 5,000 |
| Community Links Trust, London | 4,000 |
| Royal Society of Portrait Painters, London | 4,000 |
| 999 Club, London | 2,000 |
| Cleveland Housing Advice Centre | 2,000 |
| Cotswold Community Voluntary Service (for Cirencester Cyber Café) | 2,000 |
| Cricket Federation for People with Disabilities, Shropshire | 2,000 |
| Culpeper Community Garden, London | 2,000 |
| East Area Asylum Seekers' Support Group, Newcastle upon Tyne | 2,000 |
| Fairbridge Solent, Hampshire | 2,000 |
| Fellowship of St Nicholas, St Leonards on Sea | 2,000 |
| GAP Activity Projects | 2,000 |
| Greater Maryhill Outreach Project, Glasgow | 2,000 |
| Growing Space (Wincanton) Ltd | 2,000 |
| Hull Truck Theatre Company, Hull | 2,000 |
| Lakeland Arts Trust (Blackwell Arts & Crafts House), Cumbria | 2,000 |
| Launceston Youth Partnership | 2,000 |
| Parish of Pontyclun with Talygarn, Wales | 2,000 |
| Pestalozzi International Village Trust | 2,000 |
| Play Raffles, Carlisle | 2,000 |
| Refugee Survival Trust, Edinburgh | 2,000 |
| Santon Bridge Institute, Cumbria | 2,000 |
| Sedgebrook PCC (Church of St Lawrence Restoration), Lincolnshire | 2,000 |

J PAUL GETTY JR GENERAL CHARITABLE TRUST

| Charity Name | Grant Awarded (£) |
|---|--------------------------|
| St Michaels and Lark Lane Community Association, Liverpool | 2,000 |
| Suffolk School for Parents | 2,000 |
| Torrige Poverty Action Group, Bideford, Devon | 2,000 |
| University of Winchester (Ubu the King at West Hill HMP Winchester) | 2,000 |
| Vila Maninga UK | 2,000 |
| Wessex Independent Self Help (WISH), Sturminster Newton, Dorset | 2,000 |
| Wrexham Women's Aid | 2,000 |
| British Trust Conservation Volunteers (BTCV), Leeds | 1,500 |
| Church of the Holy Cross, Gilling East | 1,500 |
| Changaware Project | 1,000 |
| Charitable Trust for the Tongabezi School | 1,000 |
| Crisis UK, London | 1,000 |
| Crisis UK, London | 1,000 |
| English Centre of International P.E.N., London | 1,000 |
| Foundling Museum, London | 1,000 |
| Friends of Shakespeare's Church, Stratford-upon-Avon | 1,000 |
| Gurkha Welfare Trust | 1,000 |
| HomePlus, Belfast | 1,000 |
| Home-Start Wycombe | 1,000 |
| Marylebone Project, London | 1,000 |
| Monte San Martino Trust | 1,000 |
| National Osteoporosis Society, London | 1,000 |
| Penderyn Sports & Social Association, Mid Glamorgan | 1,000 |
| Refuge, London | 1,000 |
| St Mungo's, London | 1,000 |
| St Mungo's, London | 1,000 |
| Suffolk Horse Society, Woodbridge | 1,000 |
| Textile Conservation Centre, Winchester | 1,000 |
| Yale University Press (Euan Uglow: The Complete Paintings) | 1,000 |
| Home-Start Walsall | 500 |
| Queen Elizabeth II Horsham Trust, West Sussex | 500 |
| RGJ Newdegate Charity (Sir Roland Gibbs Memorial), Winchester | 250 |
| HMP Garth, Leyland, Lancashire | 245 |
| Pimlico Opera (Les Miserables at HMP Wandsworth) | 80 |
| Total | 2,521,903 |