

THE WOOD FOUNDATION
(Charity Number: SC037957)

TRUSTEES' ANNUAL REPORT AND ACCOUNTS

31 MARCH 2015

THE WOOD FOUNDATION
TRUSTEES' ANNUAL REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2015

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THE WOOD FOUNDATION
LEGAL AND ADMINISTRATIVE INFORMATION

TRUSTEES

Sir Ian C Wood Executive Chairman
Lady Helen Wood
Garreth RC Wood
Graham Good

PRINCIPAL ADDRESS

Blenheim House
Fountainhall Road
ABERDEEN
AB15 4DT

AUDITORS

Anderson Anderson & Brown LLP
9 Queens Road
ABERDEEN
AB15 4YL

BANKERS

Clydesdale Bank
Riverside Branch
Unit 19 North Esplanade West
ABERDEEN
AB11 5RJ

SOLICITORS

Turcan Connell
Princes Exchange
1 Earl Grey Street
EDINBURGH
EH3 9EE

THE WOOD FOUNDATION TRUSTEES' ANNUAL REPORT

The Trustees submit their report and the audited accounts of The Wood Foundation for the year ended 31 March 2015.

Legal and administrative information set out on the previous page forms part of this report. The accounts comply with current statutory requirements, the Trust Deed and the Statement of Recommended Practice - Accounting and Reporting by Charities (revised March 2005).

The Wood Foundation was established by Sir Ian Wood and family and was officially launched on 14 September 2007. The Trust is a Scottish based charity with a global outlook.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Nature of Governing Document

The Wood Foundation is a recognised charity in Scotland (charity number SC037957) governed by its Trust Deed.

Organisational Structure

The board of Trustees administer the charity. The Executive Chairman manages the day to day operations of the charity.

The Trust's governing document is its Trust Deed.

Recruitment and Appointment of Trustees

The powers for appointment and removal of Trustees are set out in the Trust Deed.

It is the Trust's policy to seek to appoint trustees who have a specific interest in its objects or whose skills can complement those already in place.

Induction and Training of Trustees

The Trustees have been given appropriate information and training regarding their legal roles and responsibilities upon appointment to the Board.

Risk Management

The Trustees have assessed the major risks to which the Trust is exposed, in particular those related to the operations and finance of the Trust and are satisfied that systems are in place to manage the exposure to major risk.

TRUST OBJECTIVES AND ACTIVITIES

The Trust Deed empowers the Trustees to apply the Trust Fund for the benefit of such purposes, objects or institutions, charitable in law, as the Trustees think fit.

The Wood Foundation's chosen objectives are (1) making markets work for the poor in Sub Saharan Africa, (2) encouraging young people in Scotland to become enterprising, independent, tolerant and caring members of society, and (3) promotion of education and economic development in Scotland. The Trust generally applies the principles of venture philanthropy investing both money and expertise to achieve systemic change within its chosen areas. Sometimes we lead projects and in others we take an active supporting role with strategic partners. We are generally involved in developing the principles of the project, the investigation and implementation plan, and training, guidance and performance evaluation to enable sustained and successful programmes.

THE WOOD FOUNDATION TRUSTEES' ANNUAL REPORT

CHAIRMAN'S REVIEW

The Wood Foundation is now in its eighth year of operation and I am pleased to report continuing strong progress. Our funds are focused on three main areas - Making Markets Work for the Poor in Sub Saharan Africa, Developing Young People in Scotland, and significant projects related to education and economic development in Scotland. We are a proactive venture philanthropy funder with a strong management team both in East Africa and in Scotland.

In East Africa, we are pursuing the venture philanthropy model, applying sound business principles and practice in our charitable investments and partnerships. We are the recognised philanthropist in smallholder tea farming working to enhance the yields and quality of the product, and know-how and capability of the farmers to create systemic change by encouraging and supporting small farmers to become small businesses and help themselves.

Working with Lord David Sainsbury's Gatsby Charitable Foundation (Gatsby), we've continued to successfully develop a range of partnership projects in the Tanzanian and Rwandan tea sectors. Our Chai project (Chai means 'tea' in Kiswahili) in Tanzania is producing tangible benefits to the smallholder tea farmers and we're also now breaking new ground, working with Unilever in the Southern Highlands to support the start-up of 3,000 new smallholder tea farmers and enhancing the overall prosperity of the region.

In Rwanda, our Imbarutso project (Imbarutso means 'to catalyse' in Kinyarwanda) is working closely with 12,000 smallholder farmers and their communities in developing the two tea factories we acquired in late 2012 and significantly enhancing the yields, quality and capability of the smallholder farmers with the intention that they will eventually own the tea factories.

We are also in the early stages of a significant new greenfield tea project in Rwanda, again working with a major tea producer.

Overall, between Tanzania and Rwanda, we are working with and supporting over 45,000 smallholder tea farmers and are now able to demonstrate very clear improvements in tea yields and quality and significantly increased incomes.

In our Developing Young People in Scotland portfolio, our Youth & Philanthropy Initiative is now active in 195 Scottish Secondary Schools with the objective of covering 300 schools across Scotland over the next five years. By any measure, it is a great success, clearly impacting young people's approach to philanthropy in a project they and their teachers really enjoy.

We have also developed a Global Learning Partnership programme for schools in which Scottish educationalists and teachers have a four week overseas placement living and working within their host communities overseas. On their return, they share their knowledge and experience with their home school and in particular help young people understand the challenges of living and working in some of the poorer countries of the world.

Our work with both the Prince's Trust and the STV Appeal for childhood poverty in Scotland continues successfully.

We are working with educational interests in Scotland on introducing a STEM (Science, Technology, Engineering and Maths) programme for primary schools. We are now looking at replicating the very successful Youth Games project we currently support in Aberdeen to other regions in Scotland.

In addition, other projects in progress in Scotland are NHS Grampian - multi-storey car park for patients and visitors; Robert Gordon University - Oil & Gas Institute; and Opportunity North East (ONE). The latter, just announced, will receive up to £25 million of our funds, over 5 years, with the expectation of at least matched funding from the public and private sector, towards a significant economic development programme in the North East of Scotland focused on maximising the offshore oil & gas benefits and encouraging growth in non-oil and gas industries.

THE WOOD FOUNDATION TRUSTEES' ANNUAL REPORT

CHAIRMAN'S REVIEW (continued)

We are constantly vigilant to ensure the success is sustained, and will remain innovative in our application of management and finance, as well as working with other private, public and charitable partners. After a spend to date of £22 million, our current funds and investments in the Foundation are close to £135 million, including further donations in the past year from myself and my Family Trusts.

FINANCIAL REVIEW

The net incoming resources for the period, amounting to £7.2m (2014 - £1.4m) have been dealt with as shown in the Consolidated Statement of Financial Activities.

The Trustees have prepared Accounts which are in accordance with current statutory requirements, the Trust Deed and the 2005 Statement of Recommended Practice - Accounting and Reporting by Charities.

The income of the Group for the year ending 31 March 2015 was £13.1m (2014 - £5.1m) which includes £7.1m (2014 - £2.7m) of donations received in the year from Sir Ian Wood and family trusts, £997,000 (2014 - £474,000) grants from The Department of International Development ("DFID") in connection with the Chai Project, and £20,000 (2014 - £67,000) received from WFT Trading Ltd trading activities. In addition to this, investment income of £1.5m (2014 - £1.7m) was earned during the year. Charitable expenditure was £5.8m (2014 - £3.6m) which includes £3.9m (2014 - £2.2m) of grants committed to during the year ended 31 March 2015, £1.5m (2014 - £1m) of direct costs and £397,000 (2014 - £363,000) of support costs. The total value of grant commitments outstanding at 31 March 2015 was £1.4m (2014 - £0.9m) and these are scheduled to be paid over the next 5 years.

The portfolio of The Wood Foundation investments at 31 March 2015 had a total value of £54.6m (2014 - £50.3m) with a further £78.5m (2014 - £69.9m) being held in cash deposits. The £7.1m donations from Sir Ian Wood and family trusts noted above included shares in Wood Group PLC with a value of £2.9m donated to The Wood Foundation by Sir Ian Wood in February 2015. There was a net gain on investments of £6.5m (2014: £84,000) over the year. The objective of the investment portfolio continues to be to obtain capital growth over the long term.

Reserves

A spend of an estimated £10.7 million on the National Health Service Grampian visitor and patient multi-storey car park in Aberdeen and the £25 million commitment to Opportunity North East represent significant donations from The Foundation. However, with current reserves and ongoing input of funds from the family, we will continue to have high cash reserves and are in good shape to continue to develop our philanthropic programmes.

PROVISION OF INFORMATION TO AUDITORS

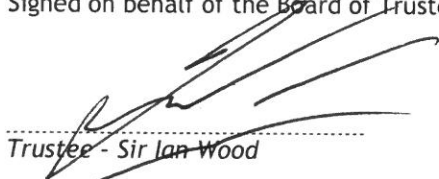
As far as the Trustees are aware, there is no relevant audit information of which the trust's auditors are unaware and we have taken all the steps that we ought to have taken as trustees in order to make ourselves aware of any relevant audit information and to establish that the trust's auditors are aware of that information.

**THE WOOD FOUNDATION
TRUSTEES' ANNUAL REPORT**

AUDITORS

Anderson, Anderson & Brown LLP have expressed their willingness to continue in office and a resolution proposing their re-appointment will be submitted at the annual general meeting.

Signed on behalf of the Board of Trustees

A handwritten signature in black ink, appearing to be 'Sir Ian Wood', written over a dotted line.

Trustee - Sir Ian Wood

9 DECEMBER 2015
Date

THE WOOD FOUNDATION
STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Trustees' 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 Scotland 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 judgments and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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 and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 and the provisions of the charity's constitution. 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.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE WOOD FOUNDATION

We have audited the financial statements of The Wood Foundation for the year ended 31 March 2015 set out on pages 8 to 31. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed as auditor under section 44(1c) of the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with the regulations made under that Act.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the charity's trustees; and the overall presentation of the financial statements.

In addition, we read all the financial and non-financial information in the Trustees' Annual Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charity's affairs as at 31 March 2015 and of the group's and parent's 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 and Trustee Investment (Scotland) Act 2005 and Regulation 8 of the Charities Accounts (Scotland) Regulations 2006.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE WOOD FOUNDATION (continued)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; 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.

Anderson Anderson & Brown LLP

Anderson Anderson & Brown LLP
Statutory Auditor
9 Queens Road
Aberdeen
AB15 4YL
Aberdeen

9 DECEMBER 2015

Anderson Anderson & Brown LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

THE WOOD FOUNDATION
CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2015

	Note	Unrestricted Funds £'000	Restricted Funds £'000	2015 £'000	2014 £'000
INCOMING RESOURCES					
Voluntary income	2	10,201	1,354	11,555	3,291
Investment income	3	1,477	-	1,477	1,708
Activities for generating funds	4	20	-	20	67
TOTAL INCOMING RESOURCES		11,698	1,354	13,052	5,066
RESOURCES EXPENDED					
Charitable activities	5	4,604	1,202	5,806	3,596
Governance costs	7	33	11	44	39
TOTAL RESOURCES EXPENDED		4,637	1,213	5,850	3,635
NET INCOMING RESOURCES BEFORE OTHER RECOGNISED GAINS AND LOSSES		7,061	141	7,202	1,431
OTHER RECOGNISED GAINS/(LOSSES)					
Gains on investment assets	11	6,480	-	6,480	84
Gains on disposal of assets		-	20	20	-
NET MOVEMENT IN FUNDS	8	13,541	161	13,702	1,515
RECONCILIATION OF FUNDS					
Total funds brought forward		121,125	209	121,334	119,819
Total funds carried forward	17	134,666	370	135,036	121,334

The Trust has made no gains or losses other than as reported above.

THE WOOD FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2015

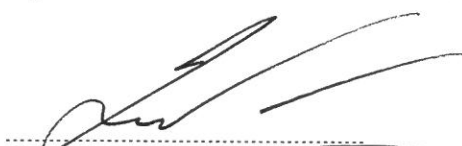
	Note	Unrestricted Funds £'000	Restricted Funds £'000	2015 £'000	2014 £'000
INCOMING RESOURCES					
Voluntary income	2	10,213	126	10,339	2,879
Investment income	3	1,477	-	1,477	1,708
TOTAL INCOMING RESOURCES		11,690	126	11,816	4,587
RESOURCES EXPENDED					
Charitable activities	5	5,059	189	5,248	3,228
Governance costs	7	17	-	17	20
TOTAL RESOURCES EXPENDED		5,076	189	5,265	3,248
NET INCOMING RESOURCES BEFORE OTHER RECOGNISED GAINS AND LOSSES		6,614	(63)	6,551	1,339
OTHER RECOGNISED GAINS/(LOSSES)					
Gains on investment assets	11	6,480	-	6,480	84
NET MOVEMENT IN FUNDS	8	13,094	(63)	13,031	1,423
RECONCILIATION OF FUNDS					
Total funds brought forward		121,012	63	121,075	119,652
Total funds carried forward	17	134,106	-	134,106	121,075

The Trust has made no gains or losses other than as reported above.

THE WOOD FOUNDATION
CONSOLIDATED BALANCE SHEET - 31 MARCH 2015

	Note	2015 £'000	2014 £'000
FIXED ASSETS			
Investments	12	54,614	50,269
Tangible fixed assets	13	52	70
		<u>54,666</u>	<u>50,339</u>
CURRENT ASSETS			
Debtors	14	3,486	2,278
Cash at bank and in hand		78,475	69,865
		<u>81,961</u>	<u>72,143</u>
CREDITORS: amounts falling due within one year	15	<u>(1,581)</u>	<u>(945)</u>
NET CURRENT ASSETS		<u>80,380</u>	<u>71,198</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		135,046	121,537
CREDITORS: amounts falling due after more than one year	16	<u>(10)</u>	<u>(203)</u>
NET ASSETS		<u>135,036</u>	<u>121,334</u>
FUNDS			
Unrestricted funds	17	134,666	121,125
Restricted funds	17	370	209
		<u>135,036</u>	<u>121,334</u>

Signed on behalf of the Board of Trustees


 Trustee - Sir Ian Wood

9 DECEMBER 2015
 Date

THE WOOD FOUNDATION
BALANCE SHEET - 31 MARCH 2015

	Note	2015 £'000	2014 £'000
FIXED ASSETS			
Investments	12	54,614	50,269
Tangible fixed assets	13	3	1
		<u>54,617</u>	<u>50,270</u>
CURRENT ASSETS			
Debtors	14	3,153	2,271
Cash at bank and in hand		<u>77,693</u>	<u>69,540</u>
		80,846	71,811
CREDITORS: <i>amounts falling due within one year</i>	15	<u>(1,347)</u>	<u>(836)</u>
NET CURRENT ASSETS		<u>79,499</u>	<u>70,975</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		134,116	121,245
CREDITORS: <i>amounts falling due after more than one year</i>	16	<u>(10)</u>	<u>(170)</u>
NET ASSETS		<u>134,106</u>	<u>121,075</u>
FUNDS			
Unrestricted funds	17	134,106	121,012
Restricted funds	17	-	63
		<u>134,106</u>	<u>121,075</u>

Signed on behalf of the Board of Trustees


Trustee - Sir Ian Wood

9 DECEMBER 2015
Date

THE WOOD FOUNDATION
CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2015

	Note	2015 £'000	2014 £'000
Net cash (outflow)/inflow from operating activities			
Net incoming resources for the year		7,202	1,431
Investment income		(1,477)	(1,708)
Depreciation of tangible fixed assets		30	26
(Increase)/decrease in debtors		(1,208)	587
Increase/(decrease) in creditors		443	229
		<u>4,990</u>	<u>565</u>
Returns on investment and servicing of finance			
Interest receivable & income on fixed asset investments		<u>1,477</u>	<u>1,708</u>
		6,467	2,273
Capital expenditure			
Purchase of fixed assets		(12)	(61)
Disposal proceeds of fixed assets		<u>20</u>	<u>-</u>
		6,475	2,212
Investment activities			
Investments acquired		(2,864)	(32,716)
Investment disposals		<u>4,999</u>	<u>-</u>
Increase/(decrease) in cash and cash equivalents	18	<u><u>8,610</u></u>	<u><u>(30,504)</u></u>

THE WOOD FOUNDATION

NOTES ON THE CONSOLIDATED ACCOUNTS - 31 MARCH 2015

1. ACCOUNTING POLICIES

(a) *Basis of accounts preparation*

The accounts are prepared under the historical cost convention, as modified by the revaluation of certain fixed assets, and in accordance with applicable accounting standards, the Charities Accounts (Scotland) Regulations 2006 and the Statement of Recommended Practice - Accounting and Reporting by Charities (revised 2005).

(b) *Consolidation*

These accounts consolidate the results of The Wood Foundation Africa, a Scottish charity under common control, and WFT Trading Limited.

(c) *Incoming resources*

i) Donations and legacies

Donations and legacies are included in the Statement of Financial Activities in the year in which they are receivable.

ii) Investment income

Income from investments is included in the Statement of Financial Activities in the year in which it is receivable. Investment income includes the computed tax credit and tax deducted at source.

(d) *Resources expended*

Liabilities are recognised when the charity has an obligation to make a payment to a third party.

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of any irrecoverable VAT.

Expenditure is directly attributed to the relevant category in the Statement of Financial Activities where practical. Other expenditure is allocated on a pro-rata basis based on the anticipated allocation between the 3 main areas of investment

Costs of generating funds comprise those costs directly attributable to managing the investment portfolio and raising investment income.

Grants or instalments of grants offered in connection with projects with institutions are charged to the Statement of Financial Activities in the year when the offer is conveyed to the recipient except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attached are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as contingent liabilities, but not accrued as expenditure.

Governance costs include those costs incurred in the governance of the charity and its assets and are primarily associated with constitutional and statutory requirements.

(e) *Taxation*

The Trust is recognised by HM Revenue & Customs as a charity and as a consequence of the tax reliefs available in relation to current year income is not liable to taxation.

THE WOOD FOUNDATION
NOTES ON THE CONSOLIDATED ACCOUNTS - 31 MARCH 2015

1. ACCOUNTING POLICIES (continued)

(f) *Tangible fixed assets and depreciation*

Fixed assets are capitalised at cost and written off over their expected useful lives as follows:

Plant and equipment	30% and 12.5% reducing balance
Motor vehicles	25% straight line

(g) *Fixed asset investments*

Fixed asset investments are included at market value at the year end. Gains and losses on disposal or revaluation of investments are charged or credited to the Statement of Financial Activities and form part of the fund in which the asset is held.

(h) *Foreign currencies*

Assets, liabilities, revenues and costs denominated in foreign currencies are recorded at the rates of exchange ruling at the dates of the transactions; monetary assets and liabilities at the balance sheet date are translated at the year-end rate of exchange. The resulting profits or losses are dealt with in the Statement of Financial Activities.

(i) *Joint arrangements*

Where the charity enters into a joint arrangement, such that it carries out activities in partnership with other bodies, without forming a separate legal partnership, then the charity's share of the incoming resources and resources expended and the assets and liabilities are included in the accounts. Where this treatment is not adopted, full disclosure regarding the arrangement is provided by way of a note to the accounts (see note 20).

(j) *Funds*

Unrestricted funds include incoming resources receivable or generated for the objects of the charity without further specified purpose and are available as general funds. These funds can be used in accordance with the charitable objects at the discretion of the trustees.

Restricted funds are to be used for specific purposes as laid down by the donor.

(k) *Pensions*

Eligible employees are members of defined contribution pension schemes. Pension costs charged to the Statement of Financial Activities represents the contributions payable by the Trust in the year.

THE WOOD FOUNDATION
NOTES ON THE CONSOLIDATED ACCOUNTS - 31 MARCH 2015

2. VOLUNTARY INCOME

	Group		Trust	
	2015 £'000	2014 £'000	2015 £'000	2014 £'000
Donations - unrestricted	7,142	2,690	7,154	2,752
Taxation recoverable on Donations received - Unrestricted	3,059	-	3,059	-
Donations - restricted	1,354	601	126	127
	<u>11,555</u>	<u>3,291</u>	<u>10,339</u>	<u>2,879</u>

In addition to the above the Trust benefited from certain administrative and finance functions from JW Holdings Ltd which were provided without charge.

3. INVESTMENT INCOME

	Group		Trust	
	2015 £'000	2014 £'000	2015 £'000	2014 £'000
Investment income	911	547	911	547
Bank interest receivable	560	1,161	560	1,161
Other interest received	6	-	6	-
	<u>1,477</u>	<u>1,708</u>	<u>1,477</u>	<u>1,708</u>

4. ACTIVITIES FOR GENERATING FUNDS

	Group		Trust	
	2015 £'000	2014 £'000	2015 £'000	2014 £'000
Commercial trading operations	<u>20</u>	<u>67</u>	<u>-</u>	<u>-</u>

THE WOOD FOUNDATION
NOTES ON THE CONSOLIDATED ACCOUNTS - 31 MARCH 2015

5. CHARITABLE ACTIVITIES

Group	Miscellaneous grants & capacity support costs £'000	Making markets work for the poor £'000	Volunteering overseas & global citizenship £'000	Developing young people in Scotland £'000	2015 Total £'000
Grants payable (note 6)	3,066	172	29	613	3,880
Direct costs:					
Staff	-	877	-	-	877
Consultancy	-	227	-	-	227
Travel	-	74	-	-	74
YPI Programme:					
Staff	-	-	-	104	104
Consultancy	-	-	-	54	54
Travel	-	-	-	21	21
Press and publicity	-	-	-	23	23
Miscellaneous expenses	-	-	-	5	5
Global Learning Partnership Programme:					
Staff	-	-	75	-	75
Consultancy	-	-	50	-	50
Travel	-	-	7	-	7
Press & publicity	-	-	12	-	12
Miscellaneous expenses	-	-	-	-	-
Support costs:					
Staff	-	113	67	67	247
Training and development	-	2	2	2	6
Insurance	-	13	2	2	17
Travel	-	35	3	3	41
Press and publicity	-	-	1	1	2
Database	-	10	1	2	13
Miscellaneous expenses	-	95	12	12	119
Office rent	-	-	-	-	-
Depreciation	-	26	-	1	27
Exchange losses	-	(31)	(22)	(22)	(75)
	<u>3,066</u>	<u>1,613</u>	<u>239</u>	<u>888</u>	<u>5,806</u>

THE WOOD FOUNDATION
NOTES ON THE CONSOLIDATED ACCOUNTS - 31 MARCH 2015

5. CHARITABLE ACTIVITIES (continued)

Trust	Miscellaneous grants & capacity support costs £'000	Making markets work for the poor £'000	Volunteering overseas & global citizenship £'000	Developing young people in Scotland £'000	2015 Total £'000
Grants payable (note 6)	3,066	1,056	29	613	4,764
Direct costs:					
Staff	-	-	-	-	-
Consultancy	-	-	-	-	-
Travel	-	-	-	-	-
Miscellaneous expenses	-	-	-	-	-
YPI Programme:					
Staff	-	-	-	104	104
Consultancy	-	-	-	54	54
Travel	-	-	-	21	21
Press and publicity	-	-	-	23	23
Miscellaneous expenses	-	-	-	5	5
Global Learning Partnership Programme:					
Staff	-	-	75	-	75
Consultancy	-	-	50	-	50
Travel	-	-	7	-	7
Press & publicity	-	-	12	-	12
Miscellaneous expenses	-	-	-	-	-
Support costs:					
Staff	-	-	67	66	133
Training and development	-	-	2	2	4
Insurance	-	-	2	2	4
Travel	-	-	3	3	6
Press and publicity	-	-	1	1	2
Database	-	-	1	2	3
Miscellaneous expenses	-	-	12	12	24
Office rent	-	-	-	-	-
Depreciation	-	-	-	1	1
Exchange losses	-	-	(22)	(22)	(44)
	<u>3,066</u>	<u>1,056</u>	<u>239</u>	<u>887</u>	<u>5,248</u>

Grants payable by the Trust includes £1,056,000 (2014: £655,000) payable to The Wood Foundation Africa.

THE WOOD FOUNDATION
NOTES ON THE CONSOLIDATED ACCOUNTS - 31 MARCH 2015

5. CHARITABLE ACTIVITIES (continued)

The comparative figures for 2014 were:

Group	Miscellaneous grants & capacity support costs £'000	Making markets work for the poor £'000	Volunteering overseas & global citizenship £'000	Developing young people in Scotland £'000	2014 Total £'000
Grants payable (note 6)	747	649	58	775	2,229
Direct costs:					
Staff	-	656	-	-	656
Consultancy	-	51	-	-	51
Travel	-	50	-	-	50
YPI Programme:					
Staff	-	-	-	75	75
Consultancy	-	-	-	29	29
Travel	-	-	-	11	11
Press and publicity	-	-	-	19	19
Miscellaneous expenses	-	-	-	7	7
Global Learning Partnership Programme:					
Staff	-	-	64	-	64
Consultancy	-	-	5	-	5
Travel	-	-	28	-	28
Press & publicity	-	-	8	-	8
Miscellaneous expenses	-	-	1	-	1
Support costs:					
Staff	-	73	57	57	187
Training and development	-	5	2	2	9
Insurance	-	12	2	1	15
Travel	-	34	5	6	45
Press and publicity	-	-	1	-	1
Database	-	13	3	3	19
Miscellaneous expenses	-	55	5	6	66
Office rent	-	-	8	7	15
Depreciation	-	16	-	1	17
Exchange losses	-	(5)	(3)	(3)	(11)
	<u>747</u>	<u>1,609</u>	<u>244</u>	<u>996</u>	<u>3,596</u>

THE WOOD FOUNDATION
NOTES ON THE CONSOLIDATED ACCOUNTS - 31 MARCH 2015

5. CHARITABLE ACTIVITIES (continued)

Trust	Miscellaneous grants & capacity support costs £'000	Making markets work for the poor £'000	Volunteering overseas & global citizenship £'000	Developing young people in Scotland £'000	2014 Total £'000
Grants payable (note 6)	747	1,243	58	775	2,823
Direct costs:					
Staff	-	-	-	-	-
Consultancy	-	-	-	-	-
Travel	-	-	-	-	-
Miscellaneous expenses	-	-	-	-	-
YPI Programme:					
Staff	-	-	-	75	75
Consultancy	-	-	-	29	29
Travel	-	-	-	11	11
Press and publicity	-	-	-	17	17
Miscellaneous expenses	-	-	-	7	7
Global Learning Partnership Programme:					
Staff	-	-	64	-	64
Consultancy	-	-	5	-	5
Travel	-	-	28	-	28
Press & publicity	-	-	8	-	8
Miscellaneous expenses	-	-	1	-	1
Support costs:					
Staff	-	-	57	57	114
Training and development	-	-	2	2	4
Insurance	-	-	2	1	3
Travel	-	-	5	6	11
Press and publicity	-	-	1	-	1
Database	-	-	3	3	6
Miscellaneous expenses	-	-	5	6	11
Office rent	-	-	8	7	15
Depreciation	-	-	-	1	1
Exchange losses	-	-	(3)	(3)	(6)
	<u>747</u>	<u>1,243</u>	<u>244</u>	<u>994</u>	<u>3,228</u>

THE WOOD FOUNDATION
NOTES ON THE CONSOLIDATED ACCOUNTS - 31 MARCH 2015

6. GRANTS

Group	Grants Awarded No	2015 £'000	Grants awarded No	2014 £'000
Grants to institutions:				
Marking markets work for the poor	2	172	2	649
Volunteering overseas	8	18	9	44
Developing young people in Scotland	144	613	110	775
Miscellaneous grants:				
Other miscellaneous grants	14	3,066	7	747
	<u>168</u>	<u>3,869</u>	<u>128</u>	<u>2,215</u>
Grants to individuals:				
Volunteering overseas	17	11	18	14
Total	<u><u>185</u></u>	<u><u>3,880</u></u>	<u><u>146</u></u>	<u><u>2,229</u></u>

Trust	Grants Awarded No	2015 £'000	Grants awarded No	2014 £'000
Grants to institutions:				
Making markets work for the poor	1	1,056	2	1,243
Volunteering overseas	8	18	9	44
Developing young people in Scotland	144	613	110	775
Miscellaneous grants:				
Other miscellaneous grants	14	3,066	7	747
	<u>167</u>	<u>4,753</u>	<u>128</u>	<u>2,809</u>
Grants to individuals:				
Volunteering overseas	17	11	18	14
Total	<u><u>184</u></u>	<u><u>4,764</u></u>	<u><u>146</u></u>	<u><u>2,823</u></u>

THE WOOD FOUNDATION
NOTES ON THE CONSOLIDATED ACCOUNTS - 31 MARCH 2015

7. GOVERNANCE COSTS

	Group		Trust	
	2015 £'000	2014 £'000	2015 £'000	2014 £'000
Auditors' remuneration	21	20	12	12
Legal	9	9	5	8
Overseas Compliance Services	14	10	-	-
	<u>44</u>	<u>39</u>	<u>17</u>	<u>20</u>

8. NET MOVEMENT IN TOTAL FUNDS FOR THE YEAR *is stated after charging:*

	Group		Trust	
	2015 £'000	2014 £'000	2015 £'000	2014 £'000
Auditors' remuneration				
- audit fees	19	18	10	10
- non-audit fees	2	2	2	2
	<u>21</u>	<u>20</u>	<u>12</u>	<u>12</u>

9. STAFF COSTS AND NUMBERS

	Group		Trust	
	2015 £'000	2014 £'000	2015 £'000	2014 £'000
Staff costs:				
Wages and salaries	1,206	905	244	199
Social security	24	24	24	24
Other pension costs	46	44	18	20
	<u>1,276</u>	<u>973</u>	<u>286</u>	<u>243</u>

The average number of persons employed by the Trust during the year was as follows:

	Group		Trust	
	2015 No	2014 No	2015 No	2014 No
Trustees	4	4	4	4
Management & administration	18	15	7	6
	<u>22</u>	<u>19</u>	<u>11</u>	<u>10</u>

During the year 9 employees within the group received emoluments of over £60,000 (2014 - 5). Pension contributions totalling £41,888 were paid into personal pension schemes in respect of 8 of these individuals (2014: £29,726, 4 individuals). The Trustees consider that it would be operationally sensitive to disclose any further remuneration information in respect of these individuals.

THE WOOD FOUNDATION
NOTES ON THE CONSOLIDATED ACCOUNTS - 31 MARCH 2015

10. TRUSTEES' EMOLUMENTS AND EXPENSES

The Trustees received no remuneration from the Trust during the year.

No Trustee received expenses from the Trust during the current or previous year.

11. GAINS/(LOSSES) ON INVESTMENT ASSETS

	Group and Trust	
	2015	2014
	£'000	£'000
Realised loss arising on disposals	86	-
Unrealised gains arising on revaluation	6,394	84
	<u>6,480</u>	<u>84</u>

12. INVESTMENTS

	Group and Trust	
	2015	2014
	£'000	£'000
Market value at 1 April 2014	50,269	17,469
Additions at cost	2,864	32,716
Disposals at opening value	(4,913)	-
Net unrealised investment gains on revaluation	6,394	84
Market value at 31 March 2015	<u>54,614</u>	<u>50,269</u>

The market value of investments at 31 March 2015 comprises:

	Group and Trust	
	2015	2014
	£'000	£'000
Listed equity investments	611	2,685
Managed funds	53,977	47,558
Cash deposits	26	26
	<u>54,614</u>	<u>50,269</u>

THE WOOD FOUNDATION
NOTES ON THE CONSOLIDATED ACCOUNTS - 31 MARCH 2015

12. INVESTMENTS (continued)

	Trust 2015 £	2014 £
Investment in subsidiary undertakings	1	1

WFT Trading Ltd, a wholly owned subsidiary company, was incorporated on 19 December 2011. There is one ordinary share in issue acquired by The Wood Foundation for £1. The net assets of the company at 31 March 2015 were £1 (2014 - £1), profit for the year was £nil (2014 - £nil).

East African Tea Investments, a company limited by guarantee, was incorporated on 26 January 2013 and is a joint venture between The Wood Foundation and the Gatsby Charitable Foundation. Further details are provided in note 20.

The Wood Foundation Africa is a wholly owned subsidiary charitable company. The net assets of the company at 31 March 2015 were £931,000 (2014 - £260,000) and the net movement in funds for the year ended 31 March 2015 was £671,000 (2014 - £92,000).

13. TANGIBLE FIXED ASSETS

Group	Plant & equipment £'000	Motor vehicles £'000	Total £'000
COST			
At 1 April 2014	9	118	127
Additions	12	-	12
Disposals	-	(30)	(30)
At 31 March 2015	21	88	109
DEPRECIATION			
At 1 April 2014	3	54	57
Charge for year	4	26	30
Appropriated on disposal	-	(30)	(30)
At 31 March 2015	7	50	57
Net book values at:			
31 March 2015	14	38	52
31 March 2014	6	64	70

The motor vehicles are located in Africa for use for the purposes of local projects.

THE WOOD FOUNDATION
NOTES ON THE CONSOLIDATED ACCOUNTS - 31 MARCH 2015

13. TANGIBLE FIXED ASSETS (continued)

	Plant & equipment £'000
Trust	
COST	
At 1 April 2014	2
Additions	3
At 31 March 2015	5
DEPRECIATION	
At 1 April 2014	1
Charge for year	1
At 31 March 2015	2
Net book values at:	
31 March 2015	3
31 March 2014	1

14. DEBTORS

	Group		Trust	
	2015 £'000	2014 £'000	2015 £'000	2014 £'000
Amounts due from related undertaking	66	-	66	-
Other debtors	243	-	-	-
Prepayments and accrued income	3,177	2,278	3,087	2,271
	<u>3,486</u>	<u>2,278</u>	<u>3,153</u>	<u>2,271</u>

The Wood Foundation Africa and the Gatsby Charitable Foundation have entered into a partnership to develop the Tea Sector in Rwanda. Both parties are to contribute equally to the agreed costs of the Imbarutso project and other debtors at the year end includes £242,663 (2014: creditor of £45,634), of expenditure incurred in excess of amounts received from Gatsby, as follows:

	2015 £	2014 £
Imbarutso project		
Creditor brought forward	45,634	18,316
Received from the Gatsby Charitable Foundation	-	254,255
Share of agreed costs of Imbarutso project	(288,297)	(226,937)
(Debtor)/Creditor carried forward	<u>(242,663)</u>	<u>45,634</u>

THE WOOD FOUNDATION
NOTES ON THE CONSOLIDATED ACCOUNTS - 31 MARCH 2015

15. CREDITORS: *amounts falling due within one year*

	Group		Trust	
	2015 £'000	2014 £'000	2015 £'000	2014 £'000
Amounts due to related undertaking	-	-	-	120
Grants payable	1,404	701	1,264	585
Taxation and social security	8	10	8	10
Trade creditors	23	36	10	22
Accruals and deferred income	93	113	65	99
Other creditors	53	85	-	-
	<u>1,581</u>	<u>945</u>	<u>1,347</u>	<u>836</u>

The Wood Foundation Africa and the Gatsby Charitable Foundation have entered into a partnership to develop the Tea Sector in Tanzania. The parties are to contribute an agreed share of the costs of the Chai project and other creditors at the year end includes £53,156 (2014 - £39,812), received from Gatsby in advance of expenditure being incurred, as follows:

	2015	2014
Chai project		
Creditor/(debtor) brought forward	39,812	(3,974)
Received from the Gatsby Charitable Foundation	-	139,249
Share of agreed costs of Chai project	<u>13,344</u>	<u>(95,463)</u>
Creditor carried forward	<u>53,156</u>	<u>39,812</u>

THE WOOD FOUNDATION
NOTES ON THE CONSOLIDATED ACCOUNTS - 31 MARCH 2015

16. CREDITORS: *amounts falling due after more than one year*

	Group		Trust	
	2015 £'000	2014 £'000	2015 £'000	2014 £'000
Grants payable	10	203	10	170

17. MOVEMENT IN FUNDS

	Unrestricted Funds £'000	Restricted Funds £'000	2015 £'000	2014 £'000
Group				
At 1 April 2014	121,125	209	121,334	119,819
Incoming resources	11,698	1,354	13,052	5,066
Resources expended	(4,637)	(1,213)	(5,850)	(3,635)
Other recognised gains	6,480	20	6,500	84
At 31 March 2015	134,666	370	135,036	121,334
Trust				
At 1 April 2014	121,012	63	121,075	119,652
Incoming resources	11,690	126	11,816	4,587
Resources expended	(5,076)	(189)	(5,265)	(3,248)
Other recognised gains	6,480	-	6,480	84
At 31 March 2015	134,106	-	134,106	121,075

Restricted funds are for the -Global Learning Partnership & YPI projects.

THE WOOD FOUNDATION

NOTES ON THE CONSOLIDATED ACCOUNTS - 31 MARCH 2015

17. MOVEMENT IN FUNDS (continued)

Analysis of net assets between funds

	Unrestricted Funds £'000	Restricted Funds £'000	2015 £'000	2014 £'000
Group				
Investments	54,614	-	54,614	50,269
Tangible fixed assets	5	47	52	70
Current assets	81,262	699	81,961	72,143
Current liabilities	(1,205)	(376)	(1,581)	(945)
Long term liabilities	(10)	-	(10)	(203)
At 31 March 2015	134,666	370	135,036	121,334
	Unrestricted Funds £'000	Restricted Funds £'000	2015 £'000	2014 £'000
Trust				
Investments	54,614	-	54,614	50,269
Tangible fixed assets	3	-	3	1
Current assets	80,846	-	80,846	71,811
Current liabilities	(1,347)	-	(1,347)	(836)
Long term liabilities	(10)	-	(10)	(170)
At 31 March 2015	134,106	-	134,106	121,075

THE WOOD FOUNDATION

NOTES ON THE CONSOLIDATED ACCOUNTS - 31 MARCH 2015

18. ANALYSIS OF CHANGES IN CASH IN YEAR

	Group	
	2015	2014
	£'000	£'000
Cash at bank and in hand at 1 April 2014	69,865	100,369
(Decrease)/increase in cash and cash equivalents	8,610	(30,504)
At 31 March 2015	<u>78,475</u>	<u>69,865</u>
	Trust	
	2015	2014
	£'000	£'000
Cash at bank and in hand at 1 April 2014	69,540	100,215
Increase/(decrease) in cash and cash equivalents	8,153	(30,675)
At 31 March 2015	<u>77,693</u>	<u>69,540</u>

19. RELATED PARTY TRANSACTIONS

Control

Throughout the year the Trust was controlled by the Board of Trustees.

Transactions

During the year the Trust had transactions with related parties as included in note 10.

The Trust has taken advantage of the exemption contained in Financial Reporting Standard No 8 from disclosing transactions with its subsidiary undertaking The Wood Foundation Africa.

During the year donations totalling £42,000 (2014: £84,000) were awarded by the Speratus Group Limited to the group. Garreth Wood is a shareholder and director of this company. The total amount outstanding in relation to this donation as at 31 March 2015 was £nil (2014: £42,000).

During the year the Trust advanced working capital loans totalling £66,000 to Njombe Outgrowers Services Company Limited, an entity under the control of East African Tea Investments (Note 20). The balance outstanding as at 31 March 2015 was £66,000 (2014 - £NIL).

THE WOOD FOUNDATION

NOTES ON THE CONSOLIDATED ACCOUNTS - 31 MARCH 2015

20. JOINT VENTURE

East African Tea Investments (EATI) (formerly Rwanda Tea Investments) is a charitable company limited by guarantee and jointly controlled by The Wood Foundation (TWF) and the Gatsby Charitable Foundation (Gatsby). In December 2012 EATI purchased the majority shareholdings in two tea factories in Rwanda. During the year, TWF made grants totalling £Nil (2014 : £588,197) to EATI, matched by Gatsby, to fund the working capital requirements of those factories.

EATI produced consolidated accounts for the year to 31 March 2015 incorporating the 12 month trading period of the factories.

The consolidated balance sheets to 31 March 2015 show:

	2015 £'000	2014 £'000
FIXED ASSETS		
Intangible fixed assets	(686)	(578)
Tangible fixed assets	11,150	10,394
	<u>10,464</u>	<u>9,816</u>
CURRENT ASSETS		
Stocks	1,301	1,224
Debtors	1,488	797
Cash at bank and in hand	1,388	1,084
	<u>4,177</u>	<u>3,105</u>
CREDITORS: amounts falling due within one year	<u>(1,930)</u>	<u>(1,607)</u>
NET CURRENT ASSETS	<u>2,247</u>	<u>1,498</u>
TOTAL ASSETS LESS CURRENT LIABILITIES	<u>12,711</u>	<u>11,314</u>
CREDITORS: amounts falling due after more than one year	(94)	(128)
PROVISIONS FOR LIABILITIES AND CHARGES		
Deferred taxation	(22)	(31)
	<u>12,595</u>	<u>11,155</u>
NET ASSETS		
FUNDS		
Unrestricted		
General	(160)	(149)
Minority interests	(370)	(281)
	<u>(530)</u>	<u>(430)</u>
Restricted		
Tea Investment Fund	8,804	8,049
Minority interests	4,846	4,667
Exchange reserve	(647)	(1,206)
Revaluation reserve	122	75
	<u>13,125</u>	<u>11,585</u>
TOTAL FUNDS	<u>12,595</u>	<u>11,155</u>

THE WOOD FOUNDATION

NOTES ON THE CONSOLIDATED ACCOUNTS - 31 MARCH 2015

20. JOINT VENTURE (continued)

The Trustees believe that the inclusion of TWF's share of the EATI result and financial position in the consolidated accounts of TWF would not provide a realistic view of the nature of its investment in EATI. In line with the charitable aims of the Imbarutso project, TWF's investment in EATI is focussed on improving the smallholder farmer's performance and earnings in the tea industry, thus increasing their livelihoods and reducing poverty. The investment is not geared towards generating a return to TWF, and the Trustees intend to recycle any return realised from the investment into further such investments. Any return of value from the EATI investment will be treated as income in the TWF accounts at the time it is received.