

Company Number: 3688493
Registered Charity Number: 1075405

UNIVERSITY OF CALIFORNIA TRUST (UK)
(A COMPANY LIMITED BY GUARANTEE)

REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2017

**UNIVERSITY OF CALIFORNIA TRUST (UK)
(LIMITED BY GUARANTEE)**

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**UNIVERSITY OF CALIFORNIA TRUST (UK)
(LIMITED BY GUARANTEE)**

Trustees and Directors

Mr. B.B. Barber
Mr. D.M. Helson
Mr. G.A. O'Neill
Ms. D. Miller

Key Management

Mr. M.N. Daines

Principal Address

Vernon House, Suite 4.4.
23 Sicilian Avenue, London WC1A 2QS

Banker

Barclays Bank Plc
180 Oxford Street, London W1D 1EA

Solicitor

Kingsley Napley
14 St. John's Lane, London EC1M 4AJ

Auditor

Wilkins Kennedy LLP
Chartered Accountants and Statutory Auditors
Bridge House, London Bridge, London, SE1 9QR

**UNIVERSITY OF CALIFORNIA TRUST (UK)
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**REPORT OF THE TRUSTEES
YEAR ENDED 30 JUNE 2017**

The Trustees present their report and the audited accounts for the year ended 30 June 2017.

Structure, Governance and Management

Organisational Structure and Governing Document

The Trust is a company limited by guarantee. The University of California Trust (UK) was incorporated in December 1998. It is registered as a charity with the Charity Commission.

The Trust is a registered charity under the laws of England and Wales, which is overseen by the United Kingdom Charities Commission. A Management Board is responsible for the activities of the Trust. The Board ensures that the mission of the Trust is implemented and that the financial and management matters adhere to English and Welsh law.

There are currently eight members each giving a guarantee to contribute a sum, not exceeding £1, to the company should it be wound up. The governing document is the Articles of Association.

Appointment of Trustees

The appointment of Trustees is governed by the articles of Association of the company. The number of trustees must consist of at least two but no more than ten individuals. All appointments must be approved in writing by a duly authorised officer of the University of California. One third of trustees must retire annually based on longest time served as a trustee.

The Trustees, who are also the directors for the purpose of company law who served during the year were:

B.B. Barber
D.M. Helson
G.A. O'Neill
D. Miller

None of the Trustees had any beneficial interest in the company during the year.

The day to day management of the Trust has been delegated by the Trustees to Matthew Daines.

Trustee induction and training

The trustees assess the need to provide training to new trustees on an individual basis. Trustees are sent information on an on-going basis of any changes to charity regulations to ensure they are aware of the impact that this may have on their responsibilities.

Risk management

The Trustees have a risk management policy that includes:

- An on-going review of the risks the charity may face;
- Systems and procedures to mitigate those risks; and
- Procedures designed to minimise any potential impact on the charity should those risks materialise

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YEAR ENDED 30 JUNE 2017**

The Board of Trustees is responsible for managing the risks faced by the Trust. Consideration of such risks is made on an on-going basis, and controls to mitigate such risks are also reviewed on an on-going basis.

Although no formal codification of the risk management systems and procedures is in place for the Trust the Trustees are satisfied that identified risks are adequately mitigated.

Objects and Activities

The objects of the charity are to advance the education of the students of the University of California in England and Wales and elsewhere and of students from institutions of higher education in England and Wales and elsewhere by:

- a) providing courses and lectures in academic subjects and advancing the education of students in the culture, history, institutions, intellectual, artistic and economic life of the United Kingdom, Eire and other countries
- b) arranging and administering the provision of courses and lectures in academic subjects at institutions of higher and further education in England, Wales and elsewhere
- c) maintaining and developing relations between institutions of higher education in England and Wales and elsewhere for the advancement of education of students
- d) providing or assisting in the provision of grants or loans to students
- e) providing services and assistance to students from institutions of higher education in England and Wales and elsewhere enrolling in the University of California: and
- f) planning and carrying out joint projects related to the academic mission of the University of California and its partner institutions of higher education in England and Wales and elsewhere insofar as such projects are charitable

In setting the objectives and planning the activities the Trustees have given consideration to the Charity Commission's general guidance on public benefit.

Management Team

The Executive Director works in partnership with the Board of Trustees, themselves representatives of the University of California and its campuses. A co-director manages the communications and alumni relations programs. A financial controller manages the Trust's business affairs from the United States. Together, these three act as a management team implementing plans and programs as determined by the Trustees. At the end of 2017, the University of California Trust employed 3 full-time staff members.

In accordance with the Objects and Powers of the Trust, the Trust's goals for FY 2016-17 (as in previous years) were to:

- Increase opportunities for prospective students from England and Wales and elsewhere to study at the University of California
- Extend services and assistance to University of California students to study in Europe
- Increase the number of joint projects related to the academic mission of the University of California between UC's campuses and institutions of higher education in England and Wales and elsewhere in Europe
- Stimulate philanthropy from Europe to the University of California campuses in order to further the advancement of University of California students and stimulate philanthropy of Europeans in the United States to further the advancement of prospective students to the University of California

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**REPORT OF THE TRUSTEES
YEAR ENDED 30 JUNE 2017**

Achievements and Performance during 2016-17

In 2016-17 the Trust:

- Launched a new "pan-European" scholarship program for undergraduate students from UCLA to study in any country in continental Europe
- Enabled 110 students to participate in University of California Trust (UK) event with sponsored tickets, provided mentorship for 14 students, and 12 with study abroad scholarships – a total of 136 awards in all
- Celebrated International Education Week with events in Edinburgh and London
- Organized a Student Send-off and Summer BBQ for 125 people
- Delivered a program of 17 lectures and activities in 11 European cities featuring 7 University of California faculty including two Pulitzer Prize-winners and one Nobel laureate attended by more than 600 people
- Advanced a sustainability initiative involving UC officials, Bloomberg New Energy Finance, the offices of the Mayors of London and Los Angeles
- Initiated a joint scholarship program between the School of Law at UCLA and the University of Oxford; additionally, another program between UCLA and Girton College, Cambridge
- Undertook a Listening Tour of 5 University of California campuses, strengthening relations and communications
- Delivered a development program of more than 100 meetings with alumni, parents and friends of the University of California that generated 486 donations from 104 people totalling \$1.25m
- Convened 3 meetings of UCLA's Europe Centennial Campaign Committee
- Organised a pre-Election panel discussion with a former Member of Parliament and three distinguished political scientists who are alumni of the University of California
- Published a monthly newsletter for the UK community
- Initiated a social media marketing strategy

Students

In 2016-17 the University of California Trust (UK) touched the lives of 136 students from the University of California, more than ever before. This support consisted of funding to enable students to study abroad in Europe, funding for students to undertake extra-curricular activities during their year abroad, and funding for study abroad students to participate in alumni activities.

The increased level of support was primarily due to the European alumni community. The success of Gala Fundraiser and team of runners in the British 10k and number of donations for student scholarships for study abroad were unprecedented. The University of California Trust (UK) would like to thank all UC alumni who volunteered, gave of themselves or supported student scholarships or sponsored a student ticket.

As part of a strategy to increase visibility for these initiatives for the first time ever the Trust celebrated International Education Week (IEW), an initiative originating from the State department and Department of Education. IEW's goal is to raise the visibility of the importance of study abroad and the impact of studying abroad on the lives of young people and the experience of going to college. Nobel laureate Randy Schekman, who himself studied abroad in Edinburgh as an undergraduate, led the Trust's European celebration of IEW in Scotland.

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**REPORT OF THE TRUSTEES
YEAR ENDED 30 JUNE 2017**

Campuses of the University of California & Academic Program

In 2015-16 the Trust undertook a consultation exercise with the UCLA's Europe Centennial Campaign Committee. The feedback was that delivering high quality talks and lectures on the ground is the single most effective way of increasing the visibility of the University of California in Europe. Our response to this was to deliver a program of 17 talks and lectures. In 2017-18, the Trust delivered more lectures and talks than ever before. Their quantity was matched by their quality.

The centerpiece of the academic program was a visit to London by Pulitzer Prize Winner Jared Diamond. More than 600 people attended Prof Diamond's presentations. In addition to Prof Diamond, Nobel laureate Randy Schekman gave presentations to alumni in Edinburgh and Pulitzer Prize Winner Albert Scardino, an alumnus of UC Berkeley made remarks at an Election Event attended by 70 people and at the Trust's Gala Fundraiser. A partnership with the How To Academy made Prof Diamond's visit to London possible. This strategy of partnering with a third party to bring a high-profile faculty member to Europe undoubtedly should be repeated.

Another key development took place in February when Chancellor Block and Associate Vice Chancellor Mar Gold visited London to seek partnership for UCLA's Sustainability Grand Challenge. The goal of this initiative is for the City of Los Angeles to become completely sustainable in terms of water, energy and bio-diversity by 2050. During their visit to London, Chancellor Block met with representatives from the Mayor's office from the City of London, Her Majesty's Government and other agencies and foundations.

The Trust also undertook for the first time a listening tour to 5 UC campuses and collected donations for 35 departments and programs at 9 UC campuses.

Fundraising

Giving was slightly down the unprecedented level of support of 2015-16 which were in part generated by the visit of President Napolitano and a Tax Effective Giving workshop sponsored by Withers. The sponsorship of both Withers and the Office of the President enabled us to generate high level of first-time donors. So the challenge in 2016-17 was to turn these one-time donors into repeat donors. That in turn required administrative payment or online direct debit system for donations. That system is now in place and will launch in 2017-18.

Another priority arising from the 2015-16 goal was greater efficiency in remitting gifts to all UC campuses through the University of California Office of the President. More frequent wire payments to California speeded up the process for most gifts in 2016-17 and an increased number of wire payments and faster processing of gift aid claims. Our goal in 2017-18 will be to transfer all gifts to UC campuses within 30 days of receipt.

In 2015-16 we concluded that a key to future success would be to increase collaboration with development officers on the UC campuses. We initiated this in 2016-17 with a Training Sessions on the UCLA campus that was attended by 30 development officers. Additionally we collaborated with colleagues in Marketing and Communications at UCLA to post information about "Giving from Abroad" on the UCLA Foundation website and worked on building relationships with more campus departments than ever before.

Another achievement of 2016-17 was the creation of a monthly reporting system demonstrating a year on year comparisons, cumulative number of donors, and number of gifts collected. Previously, tracking these figures has been a challenge.

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YEAR ENDED 30 JUNE 2017**

Alumni

As in previous years, a strong partnership with UC Alumni UK, a volunteer Alumni Council consisting of the leaders of nine campus alumni groups was integral to the success and vitality of alumni activities, not just in the United Kingdom, but increasingly across Europe. The vitality of the Alumni Relations program manifested itself in the outcomes of the Gala Fundraiser, the Summer BBQ, and the British 10k team. The Trust continues to run an outreach program that is well managed and responds to its customer base. Events are marketed well. In 2016-17 the Trust initiated a social media strategy and a leadership training day that promoted a culture of leadership and volunteerism.

Key achievements in 2016-17 were the second annual ever Black Tie Gala in support of student scholarships and the Trust's fifth annual "All-UC" Summer Barbecue that also served as a student send-off opportunity for British students going to the University of California in September.

These were the highpoints of a program that attracted 600 attendees who participated in 17 lectures and 67 other meetings, events and other activities organized by UC alumni groups in the UK and the UC Trust.

Year in Review – Conclusion

In a year marked by the United Kingdom European Union membership referendum or "Brexit" referendum, the Presidential Election in the United States and terrorist incidents in London, Manchester, Paris, and Nice, the need for global understanding has never been greater than ever before. The University of California Trust (UK) responded to these challenges by increasing its level of activity in all four of its programs. Student participation in University of California Trust (UK) activities and send-offs exceeded those of previous years. 2016-17 was also a year in which support for students in London reached new levels. The highlight of its academic program were two presentations by Pulitzer prize-winner Jared Diamond and Albert Scardino and good progress in the areas of Institutional Advancement that augur well for 2017-18. Not of this would have been possible without the support of the European alumni community which was more active than ever before. The outcome of all these efforts ensured that we:

- Made it possible for more students than ever before to participate on the Education Abroad Program
- Enabled more students undertake extra-curricular activities during their year abroad than ever before
- Enhanced the visibility of University of California in the United Kingdom by providing alumni, students and friends more opportunities to engage with their home campuses
- Strengthened our academic program and provided support for more departments at UC campuses than ever before
- Forwarded a growing volume of donations to UC campuses more efficiently than ever before
- Increased quality and quantity of Alumni and Trust Led Events
- Increased alumni participation
- Strengthened Club Leadership Teams
- Increased number of alumni participating in student-led events
- Increased the level of Education Abroad Program involvement in Alumni Activities

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REPORT OF THE TRUSTEES
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Year in Review - Our Progress

In 2015-16 We Said We Would....	So far we've...
<p>(Students)</p> <p>continue to explore new ways to strengthen our existing student program by capitalizing on the International Study Abroad Week opportunity and to continue to introduce new scholarship programs</p> <p>enhance opportunities for prospective students to the University of California to attend University of California outreach events in Europe</p>	<p>celebrated International Education Week with a Nobel laureate and launched a new "pan-European scholarship"</p> <p>increased the number of students attending Trust events by 35%</p>
<p>(Academic Program and Campuses of the University of California)</p> <p>capitalise on the momentum created by the President of the University of California's visit to London</p> <p>continue to develop and enhance the talent and expertise of the Trustee body.</p> <p>improve the academic program of lectures and talks offered by UC faculty</p>	<p>initiated partnerships between the Universities of Oxford and Cambridge</p> <p>recruited a new Trustee</p> <p>increased the number of talks and lectures by 40%</p>
<p>(Institutional Advancement Program)</p> <p>advance UCLA's Centennial Campaign in Europe</p> <p>improve the "Giving" sections of the Trust's website and add a Direct Debit feature.</p>	<p>reached 78% of our \$45m campaign goal</p> <p>redesigned the giving sections of our website and prepared a direct debit feature that will launch in 2017-18</p>
<p>(Alumni Relations Program)</p> <p>work with UC Alumni UK to maintain the level of activity and continue to promote a culture of volunteerism, leadership and philanthropy</p>	<p>strengthened the leadership of UC Alumni by encouraging the current President and Vice President to continue to serve, organised another club development and leadership training day, encouraged club leaders to set up scholarship programs</p> <p>created a monthly newsletter, encouraged the alumni community to organise an annual gala and pre-election event</p>

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Plans for 2017-18

1. Student Support Program

Our goal for 2017-18 will be:

- to combine the celebration of International Education Week (IEW) and with a Spring and Fall Annual Giving Campaign and Donor Appreciation event
- to increase the level of participation by students in University of California Trust (UK) activities
- to develop student send-off activities and liaison with parents of incoming students
- to undertake an annual campaign to raise awareness of the impact of student scholarships via newsletter, website, social media and direct marketing

2. Academic Program

Our goal for 2017-18 will be:

- to invite colleagues from the campuses of the University of California to plan strategic visits in conjunction with club training day, annual gala and summer BBQ
- to increase the quantity and quality of academic lectures and talks from all UC faculty members

3. Institutional Advancement Program

Our goal for 2017-18 will be:

- to continue to help UCLA with its Centennial Campaign and increase the number of donors giving to the University of California from Europe
- to improve traffic to the "Giving" sections of the Trust's website
- to capitalize on the Trust's new Direct Debit facility
- to use UCLA's Europe Campaign Committee effectively
- to publish an Annual Report for UC colleagues
- promote Campus Giving Days
- to distribute tax effective giving communications with UC campuses

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**REPORT OF THE TRUSTEES
YEAR ENDED 30 JUNE 2017**

4. Alumni Relations Program

Our goal for 2017-18 will be:

- to continue to strengthen network of clubs in Europe, the UC Alumni UK network and a new UC Alumni Europe network
- to increase the reach of our alumni activities to other European cities outside of London
- to organise a Tax Workshop
- to develop scholarship sub-committees and alumni support of scholarship activities

Financial review

Investment policy

The majority of the charity's funds are to be spent in the short term meeting the Trust's objectives rather than for long term investment. The Articles of Association authorises the Trustees to make and hold investments using the general funds of the charity.

Reserves policy

The trustees have established the level of reserves that the charity must maintain. The Trustees believe that the current level of retained reserves is sufficient to enable the charity to meet its objectives. All funds received are currently used to achieve the objectives of the charity. Any surplus funds are used for the same purpose and at present the Trustees do not have a formal reserves policy. Over time the Trustees hope to invest surplus funds into other sources to generate further investment returns.

Tax status

The company has charitable status and is exempt from corporation tax on income arising from its activities.

Trustees' responsibilities statement

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 2015 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 operation.

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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.

In so far as the trustees are 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.

Auditors

The auditors, Wilkins Kennedy LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of Corporate Trustees on 23 March 2018 and signed on its behalf by:


G.A. O'Neill
Director

Date: 23 March 2018

**UNIVERSITY OF CALIFORNIA TRUST (UK)
(LIMITED BY GUARANTEE)**

**REPORT OF THE TRUSTEES
YEAR ENDED 30 JUNE 2017**

Independent Auditor's Report to the Members of University of California Trust (UK)

Opinion

We have audited the financial statements of University of California Trust (UK) (the 'charitable company') for the year ended 30 June 2017 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement 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 Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 June 2017, and of its incoming resources and application of resources, including its income and expenditure, 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 Companies Act 2006.

Basis for opinion

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 charitable company 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 charitable company'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.

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**REPORT OF THE TRUSTEES
YEAR ENDED 30 JUNE 2017**

Other information

The trustees are responsible for the other information. The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, 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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 11, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a

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REPORT OF THE TRUSTEES
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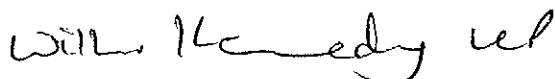
true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company'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 charitable company 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 located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.



John Howard (Senior Statutory Auditor)

For and on behalf of **Wilkins Kennedy LLP**
Statutory Auditor
Chartered Accountants
Bridge House
London Bridge
London
SE1 9QR

Date:
23 March 2018

UNIVERSITY OF CALIFORNIA TRUST (UK)
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STATEMENT OF FINANCIAL ACTIVITIES (Including Income and Expenditure Account)
YEAR ENDED 30 JUNE 2017

	Note	Unrestricted funds 2017 £	Restricted funds 2017 £	Total 2017 £	Total 2016 £
Voluntary income and activities for generating funds	2	246,292	692,694	938,986	1,265,470
Total Incoming Resources		246,292	692,694	938,986	1,265,470
<u>Resources Expended</u>					
Total Resources Expended	3	365,881	678,173	1,044,054	1,293,601
Net Resources Retained		(119,589)	14,521	(105,068)	(28,131)
Funds at 1st July 2016		85,059	33,473	118,532	146,663
Funds at 30th June 2017	13	(34,530)	47,994	13,464	118,532

There were no recognised gains or losses other than those shown in the Statement of Financial Activities. There were no acquisitions or discontinued operations during either of the above two financial years.

The accompanying accounting policies and notes on pages 18 to 28 form part of these financial statements.


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BALANCE SHEET
YEAR ENDED 30 JUNE 2017

	Note	2017		2016	
		£	£	£	£
Fixed Assets					
Tangible assets	7		12,124		16,626
Current Assets					
Debtors	8	30,471		32,097	
Cash at bank and in hand		<u>415,750</u>		<u>101,050</u>	
		446,221		133,147	
Creditors - amounts falling due within one year	9	<u>(444,881)</u>		<u>(31,241)</u>	
Net Current (Liabilities) Assets			<u>1,340</u>		<u>101,906</u>
Total Assets Less Current Liabilities			<u><u>13,464</u></u>		<u><u>118,532</u></u>
 Represented by:					
Unrestricted funds			(34,530)		85,059
Restricted funds			47,994		33,473
			<u>13,464</u>		<u>118,532</u>

The financial statements were approved and authorised for issues by the Board on 16 March 2018

Signed on behalf of the board of trustees and directors



G.A. O'Neill
Director

Date: 23 March 2018

The accompanying accounting policies and notes on pages 18 to 28 form part of these financial statements.

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CASHFLOW STATEMENT
YEAR ENDED 30 JUNE 2017

	Notes	2017 £	2016 £
Cash flows from operating activities:			
Cash generated from operations	16	314,700	(31,058)
Cash flows from investing activities:			
Purchase of tangible fixed assets	7	-	(15,705)
Change in cash and cash equivalents in the reporting period		<u>314,700</u>	<u>(46,763)</u>
Cash and cash equivalents at the beginning of the reporting period		101,050	147,813
Cash and cash equivalents at the end of the reporting period		<u>415,750</u>	<u>101,050</u>

The accompanying accounting policies and notes on pages 18 to 28 form part of these financial statements.

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**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2017**

1. ACCOUNTING POLICIES

The principle accounting policies adopted, judgements and key source of estimation uncertainty in the preparation of the financial statements are as follows:

(a) General Information

The University of California Trust (UK) Limited is a registered charity no 1075405. It meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s). The charity operates from Vernon House, Suite 4.4., 23 Sicilian Avenue, London, WC1A 2QS.

(b) Basis of Accounting

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to 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 (as updated through Update Bulletin 1 published on 2 February 2016), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

University of California Trust (UK) Limited meets the definition of a public benefit entity under FRS 102. The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value.

The financial statements are prepared in sterling which is the functional currency of the charity.

The level of round adopted in the financial statements is to the nearest £1.

(c) Legal status

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.

(d) Preparation of the accounts on a going concern basis

The Trust has reasonable expectation that there are adequate resources to continue in operational existence for the foreseeable future. It has therefore continued to adopt the going concern basis in preparing its financial statements.

**UNIVERSITY OF CALIFORNIA TRUST (UK)
(LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2017**

1. ACCOUNTING POLICIES (continued)

(e) Income

All income resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Income from charitable activities included grant income, other income and rent income. The grant income is expensed on the two main activities of the charity being donations to University of California and the awards of scholarships and grants to students. Other income and rent income are re-charges to related parties. This is disclosed in the financial statements.

(f) Expenditure

All expenditure is accounted for on an accruals basis and has been classified under heading that aggregate all the costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probably that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

Expenditure on charitable activities includes donations to various campuses of the University of California. Support costs are indirect costs incurred in supporting the charitable activities and are allocated to charitable activities as disclosed in the notes. Fundraising costs are costs incurred during fundraising activities and includes costs for organising receptions and events. Governance costs comprise the expenditure incurred for the management of the charity and the compliance with constitutional and statutory requirements.

The charity is registered for VAT and expenditure is shown net of VAT.

(g) Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life as follows:

Computer equipment	- 33.33% straight line
Fixtures, fitting and equipment	- 25% reducing balance basis

The trustees carry out an annual impairment review of the value of fixed assets to determine whether any adjustment to the value of the assets is required. The company has a specific policy regarding capitalisation of expenditure based on amounts incurred and no amounts under £1,000 are capitalised.

UNIVERSITY OF CALIFORNIA TRUST (UK)
(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2017

1. ACCOUNTING POLICIES (continued)

(h) Taxation

The charitable company is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part II Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

(i) Pensions

The Charity contributes to a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the Charity in independently administered funds. The pension cost charge represents contributions payable by the Charity to the scheme.

(j) Operating Leases

Rentals payable under operating leases are charged to the Statement of Financial Activities on a straight-line basis.

(k) Fund accounting

Restricted funds - these are funds that can only be used for specific restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Unrestricted general funds - these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.

(l) Debtors

Trade debtors and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

(m) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less.

(n) Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

Accruals and other creditors are recognised at their settlement amount due.

UNIVERSITY OF CALIFORNIA TRUST (UK)
(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2017

1. ACCOUNTING POLICIES (continued)

(o) 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.

(p) Foreign currency

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

(q) Judgements and key sources of estimation uncertainty

Accounting estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The following judgements (apart from those involving estimates) have been made in the process of applying the above accounting policies that have had the most significant effect on amounts recognised in the financial statements:

Useful economic lives of tangible assets

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets. See note 8 for the carrying amount of the property, plant and equipment, and note j for the useful economic lives for each class of assets.

There are no key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

2. INCOME

	2017	2016
	£	£
Grants received for charity's activities (Unrestricted)	208,765	321,551
Rental income (Unrestricted)	29,617	27,101
Restricted grants	674,844	893,380
Contributions to events (Restricted)	17,850	12,636
Other income (EAP) (Unrestricted)	7,910	10,802
	<u>938,986</u>	<u>1,265,470</u>

UNIVERSITY OF CALIFORNIA TRUST (UK)
(LIMITED BY GUARANTEE)

STATEMENT OF CASH FLOWS
YEAR ENDED 30 JUNE 2016

3. EXPENDITURE

	2017 £	2016 £
Charitable Expenditure:		
Donations to University of California (restricted)	676,303	946,231
Travelling Expenses	26,132	18,209
Scholarships and Grants (restricted)	1,870	294
	704,305	964,734
Support costs:		
Rent and rates	60,429	69,397
Salaries and pensions (note 6)	142,222	122,159
Other premises costs	18,259	7,739
Loss on foreign exchange	9,577	(617)
Depreciation on tangible fixed assets	4,502	1,808
General administration costs	18,880	32,681
	253,869	233,167
Fundraising costs:		
Fundraising	6,120	3,364
Receptions and events	46,295	56,634
Subscriptions	922	1,022
	53,337	61,020
Governance costs:		
Audit fees (note 4)	5,280	2,400
Book-keeping and accountancy fees	27,250	28,738
Companies House filing fees	13	13
VAT not recoverable	-	3,529
	32,543	34,680
Total	1,044,054	1,293,601

4. Auditor's remuneration

	Total 2017 £	Total 2016 £
Audit fee	4,400	4,250
Independent examination fee	-	-
Other	-	750
	4,400	5,000
Over / (under) accrual	880	(2,600)
	5,280	2,400

UNIVERSITY OF CALIFORNIA TRUST (UK)
(LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2017

5. TRUSTEES' REMUNERATION AND BENEFITS

None of the trustees received any remuneration in the year (2016: £nil)

Trustees' expenses

Total expenses reimbursed during the year was £nil (2016: £nil) other than as detailed in note 12.

6. STAFF COSTS

	Total 2017 £	Total 2016 £
Total staff emoluments for the year were as follows:		
Wages and salaries	120,253	98,542
Social security costs	13,085	11,380
Pension contribution	8,884	12,237
	<u>142,222</u>	<u>122,159</u>

One employee's emoluments fell within the band £70,001 - £80,000 (2017: one).

Pension contributions are made on behalf of the employees into a third party pension scheme. Pension contributions totalling £14,710 (2016: £12,237) were made into a third party pension scheme.

Number of employees

The average monthly number of employees, during the year was:

	2017 £	2016 £
Administration	<u>3</u>	<u>4</u>

The key management of the charity is the Executive Director, as per page 2 of the financial statements.

The total employee benefits of the key management personnel were £92,896 (2016: £92,896)

UNIVERSITY OF CALIFORNIA TRUST (UK)
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NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2017

7. TANGIBLE FIXED ASSETS

	Computer Equipment £	Fixtures, Fittings & Equipment £	Total £
Cost or valuation			
1 July 2016	19,194	59,823	79,017
Disposals	<u>(15,456)</u>	<u>-</u>	<u>(15,456)</u>
30 June 2017	<u>3,738</u>	<u>59,823</u>	<u>63,561</u>
Depreciation			
1 July 2016	18,376	44,015	62,391
Charge for the year	574	3,928	4,502
Disposals	<u>(15,456)</u>	<u>-</u>	<u>(15,456)</u>
30 June 2017	<u>3,494</u>	<u>47,943</u>	<u>51,437</u>
Net Book Value			
30 June 2017	<u><u>244</u></u>	<u><u>11,880</u></u>	<u><u>12,124</u></u>
30 June 2016	<u>818</u>	<u>15,808</u>	<u>16,626</u>

The net book value at 30 June 2017 represents fixed assets used for management and administration of the charity.

8. DEBTORS

	Total 2017 £	Total 2016 £
Trade debtors	-	10,259
Other debtors	8,414	10,522
Prepayments and accrued income	16,272	8,817
Gift Aid	124	124
VAT	4,344	-
Staff Loan	<u>1,317</u>	<u>2,375</u>
	<u><u>30,471</u></u>	<u><u>32,097</u></u>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Total 2017 £	Total 2016 £
Trade Creditors	875	7,365
Other taxation and social security	3,674	3,289
Accruals and deferred income	437,195	20,514
Other creditors	<u>3,137</u>	<u>73</u>
	<u><u>444,881</u></u>	<u><u>31,241</u></u>

UNIVERSITY OF CALIFORNIA TRUST (UK)
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STATEMENT OF CASH FLOWS
YEAR ENDED 30 JUNE 2016

9.1 Deferred Income

	Total 2017	Total 2016
	£	£
At 1 July 2016	-	-
Deferred income during the year	53,528	-
Amounts released to income during the year	-	-
At 30 June 2017	<u>53,528</u>	<u>-</u>

Deferred income relates to Grant income received pre year-end which relates to a period post year end.

10. OPERATING LEASE COMMITMENTS

At the 30 June 2017 the charity had annual commitment under non-cancellable operating lease for land and buildings expiring as follows:

	2017	2016
	£	£
Within one year	46,541	46,541
Within two to five years	186,162	186,162
After more than five years	170,648	217,189
	<u>403,351</u>	<u>449,892</u>

11. ULTIMATE CONTROLLING PARTY

The ultimate parent entity is the University of California, a not-for-profit entity based in the United States.

12. RELATED PARTY DISCLOSURE

During the year, University of California Trust UK received total grants from University of California Office of the President (UCOP) of £253,786 during the year (2016: £372,090).

During the year, the University of California Education Abroad Program ('UCEAP') utilised space in the Trust offices to advance the objects of the Trust. Rental charges of £29,617 (2016: £27,101) and operating expenses of £7,910 (2016: £10,802) were charged. This amount was settled as a part of the grant received from UCOP above.

During the year, the University of California, Los Angeles ('UCLA') utilised space in the Trust offices to advance the objects of the Trust. Rent amounts of £20,732 (2016: £12,576) and operating expenses of £131,141 (2016: £150,927) were incurred. These costs are covered via the grant received from UCOP above.

During the year, grants totalling £676,303 (2016: £945,258) were transferred to eight different campuses of the University of California as follows; £141,039 was transferred to University of California Berkeley (2016: £165,460) ; £531,518 was transferred to University of California Los Angeles (2016: £773,578) ; £460 was transferred to University of California Davis (2016: £752); £1,117 was transferred to University of California Santa Barbara (2016: £3,213); £1,269 was transferred to University of California San Diego (2016: £991); £208 was transferred to University of California Santa Cruz (2016: £88); £351 was transferred to University of California Irvine (2016: £60); £nil

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NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2017

was transferred to University of California San Francisco (2016: £964); and £341 was transferred to University of California Riverside (2016: £153)

13. Analysis of Net Assets between Funds

	Tangible Fixed Assets	Net Current Assets	Total
	£	£	£
Restricted Funds		47,994	47,994
Unrestricted General Funds	12,124	(46,654)	(34,530)
Total Funds	12,124	1,340	13,464

14. Restricted Funds – US

The University of California Trust (UK) receives donations for designated campuses of the University of California (i.e. restricted donations) and these are passed on to the University of California Office of the President as grants.

	<u>Brought Forward</u>	<u>Income</u>	<u>Expenditure</u>	<u>Carried Forward</u>
Berkeley				
Allan Buch Memorial Fund – California	(369)	0	0	(369)
Helen Wills Neuroscience Inst	(16)	0	0	(16)
Berkeley Boalt – CHEFS	0	776	(776)	0
Boalt - Buxbaum Fund	0	792	(792)	0
Library Unrestricted	2	79,257	(79,257)	2
International House	600	3,000	(3,600)	0
Undergraduate Scholarship Fund	6	59	(59)	6
Berkeley Study Abroad Program	525	1,204	(1,204)	525
School of Journalism	0	37,703	(37,703)	0
Haas School of Business	0	250	0	250
Haas School of Business - Scholarships	0	277	(59)	218
Haas Business School Dean's Initiatives Fund	0	375	(563)	(188)
Haas School of Business Unrestricted	1	1,191	(1,191)	1
Human Mortality Database	0	15,836	(15,836)	0
UCLA				
UC Los Angeles	0	0	(1,676)	(1,676)
Department of Musicology	65	295	(340)	20
Chancellors Fund for Int Scholars	(139)	0	0	(139)
Anderson Fund for Excellence	0	687	(687)	0
Library - General / Unrestricted	(27)	79,197	(79,197)	(27)
Library - Digitising Ephemera	0	428,249	(428,249)	0
Dept of Urology	0	375	(75)	300
UK Undergraduate Study Abroad Scholarship Fund	491	11,187	(11,000)	678
Fellowships: International Students / United Kingdom	82	301	(349)	34
Anderson - Center for Media Entertainment	(34)	0	0	(34)
Friends of Men's Rugby	0	2,099	(9,644)	(7,545)
BRC Undocumented Student Programmes	0	0	(300)	(300)
Total carried forward	1,187	663,110	(672,557)	(8,260)

UNIVERSITY OF CALIFORNIA TRUST (UK)
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NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2017

Total brought forward	1,187	663,110	(672,557)	(8,260)
 <i>UC Davis</i>				
Larry Vanderhoef Fund for Students	(19)	0	0	(19)
CAAA Scholarship Fund	(80)	0	0	(80)
International Scholars	75	0	0	75
Inbound Students from UK to UC Davis Fund	(10)	0	0	(10)
We are Aggie Pride Fund	187	429	(460)	156
 <i>Santa Barbara</i>				
London Alumni Education Abroad	133	857	(887)	103
Education Abroad Program	1	60	(70)	(9)
Dept of Economics	117	0	0	117
Women's Swimming	0	41	(41)	0
Alumni Association	0	20	(20)	0
Area of Greatest Need	0	99	(99)	0
Department of Cultural & Recreation Activities	0	7,545	0	7,545
 <i>Santa Cruz</i>				
Santa Cruz	157	208	(208)	157
 <i>San Diego</i>				
EAP	280	0	(756)	(476)
Alumni United Kingdom	22	1,135	(513)	644
 <i>Irvine</i>				
Irvine	0	12	(12)	0
EAP	(5)	364	(339)	20
 <i>Riverside</i>				
Riverside	6	464	(341)	129
Study Abroad	(5)	0	0	(5)
	<u>2,046</u>	<u>674,344</u>	<u>(676,303)</u>	<u>87</u>

UNIVERSITY OF CALIFORNIA TRUST (UK)
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NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2017

15. Restricted Funds – Others

The University of California Trust (UK) also receives donations for its scholarship programs in the United Kingdom, namely the Allan Buch and Melanie Woiwode Memorial Scholarship Funds. These are retained in the UK and disbursed to students on the University of California Education Abroad Program.

	Brought Forward	Income	Expenditure	Carried Forward
Scholarship Funds				
Allan Buch Memorial	86	-	-	86
Melanie Woiwode Memorial	3,891	65	(966)	2,990
London Grants Program	3,793	135	(904)	3,024
	7,770	200	(1,870)	6,100
Contribution to Events	23,090	17,850	-	40,940
Other Income – Restricted	567	300	-	867
	23,657	18,150	-	41,807
Total Restricted movements	33,473	692,694	(678,173)	47,994

16. Reconciliation of net income to net cash flow from operating activities

	2017 £	2016 £
Net income for year	(105,068)	(28,131)
Depreciation of tangible fixed assets	4,502	1,808
(Increase) / decrease in debtors	1,626	(23,689)
Increase / (decrease) in creditors	413,640	18,954
Net cash flow from operating activities	314,700	(31,058)