

The Trustees
The Triangle Trust 1949 Fund
Brighton Junction
1A Isetta Square
35 New England Street
Brighton
BN1 4GQ

11 August 2020

Dear Trustees

Audit for the Year Ended 31st March 2020

We are pleased to confirm that we have again issued an unqualified audit report. If you are satisfied that the accounts are correct, we would be grateful if you these could be signed and three copies returned to us please.

We are required to issue a letter of representation in support of the accounts. This is the letter printed onto your headed paper. If approved, please could this be signed and returned to us with the accounts.

All items requiring amendment in the accounts have been amended. The only significant area of amendment is again the inclusion of grant accruals. The 2019/20 grants have been awarded subject to six-month project reviews; a reduction from the usual twelve months. In the event that multi-year grants are awarded subject to further reviews, and those reviews have substance, provision is made once the relevant conditions are met by the recipient. In previous years, the first instalment of the rehabilitation grants awarded at the March trustee meeting were provided in full if they remain unpaid at the year end. In the current year, only the first half of these grants have been included.

The grant accruals have not decreased as much as might be expected in light of the change of policy. Several of the projects had funds ready to draw down, but were delayed, and the Turnaround Project's £25,000 payment cleared the bank on the 1st April 2020 with the report having been approved on the 28th March. The Covid-19 grants were not approved until April, and will be included in next year's grant figure.

The end of March was a period of extreme stock market volatility due to Covid-19 and the 4.9% fall in the value of the Sarasin Endowment units reflects this. During the post balance sheet event period the value of the Sarasin Endowment units has risen 11.5%, reversing the current year decrease.

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We have neither included a post balance sheet event note, nor amended the going concern assumption, as the investments are not fundamentally impaired and the charity has more than adequate resources to continue in operation. The year-end liquidity position is sufficient to leave the existing level of the endowment invested as the dividend income decreases over the next year, and the current asset investments could be sold if necessary, over the medium term.

We have obtained and reviewed Sarasin's AAF 01/06 internal controls of service organisations report. Deloitte have reviewed Sarasin's internal controls procedures and have reported that they are suitably designed, and operated as expected, for the year to 31st December 2019.

We are also required to report to you any issues that have arisen in the audit of the accounts which we feel may be of importance, or state if we have found nothing of concern. Aside from the administrative disruption of the temporary office closure, we consider that the internal controls of the charity are appropriate for its size and nature. We understand that a review is being undertaken of the management accounts format. Given that the grants are being paid on a six-monthly basis, and several recipients are delaying drawing their payments, the details of grants payable in the management accounts has become more difficult to interpret. However, the charity has significant resources, including the expendable endowment, which minimises the risk of depleting the reserves.

We conducted our audit in accordance with the FRC Ethical Standards. In applying the standards, we took advantage of the provisions available for smaller entities. These provisions allow us to disregard certain requirements relating to self-review threats of providing non-audit services, such as the preparation of the financial statements.

We would also like to take this opportunity to confirm that we consider ourselves to be independent of your organisation, as defined by the Ethical Standards, and that the safeguards in place are those recommended by our Institute.

We would also like to thank Victoria and Annie for their assistance during the audit.

With kind regards

Yours sincerely

A handwritten signature in blue ink, consisting of a stylized first name followed by a surname and a horizontal line.

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Encs.