

**THE OLD SHIRBURNIAN SOCIETY CHARITABLE TRUST 1975
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2021**

THE OLD SHIRBURNIAN SOCIETY CHARITABLE TRUST 1975

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr M French Mr J P Hargrove Mr R H Green
Charity number	271592
Independent examiner	Matthew Cleghorn FCA The Barn, Meadow Court Faygate Lane Faygate Horsham West Sussex England RH12 4SJ
Investment advisors	Sarasin & Partners LLP Juxon House 100 St Paul's Churchyard London EC4M 8BU

THE OLD SHIRBURNIAN SOCIETY CHARITABLE TRUST 1975

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THE OLD SHIRBURNIAN SOCIETY CHARITABLE TRUST 1975

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 JULY 2021

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's trust deed, the Charities Act 2011 and "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)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

Objectives and aims

For the advancement of education in any part of the world, for charitable purposes relating to Sherborne School and for the provision of bursaries at Sherborne School (for public benefit).

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Organisation

The original trustees as established under the Trust Deed have now all subsequently retired. They have been replaced by the current trustees who have served during the year as set out on page 2. No changes in trustees have taken place during the year to 31 July 2021.

The trustees are responsible for deciding investment policy. They meet on a regular basis to decide and evaluate their investment policy for generating the income which funds the bursaries provided at Sherborne School.

Expenditure is agreed by a Committee, and the committee members are appointed by the members of The Old Shirburnian Society. The Committee also appoints the trustees of the charity. The main committee meets three times a year. A Finance and Bursaries Sub-Committee meets twice a year and reports to the main committee.

Public Benefit

The trustees confirm they have complied with the duty in section 17(5) of the Charities Act 2011 to have regard to the Charity Commission's general guidance on public benefit, 'Charities and Public Benefit'. The charitable purposes of the trust are set out in its constitution.

Achievements and performance

The results for the period are shown on the Statement of Financial Activities on Page 5.

Investment income for the year increased to £45,259 (2020: £42,065), whilst total income fell to £61,415 (2020: £58,097) which included £10,000 (2020: £10,000) of the loan write down from The Old Shirburnian Society General Fund, Legacies of £125 (2020: £nil) and Donations of £31 (2020: £32). Expenditure from unrestricted bursaries was £62,557 (2020: £30,031) which contributed to a surplus of £157,002 (2020: £52,325) on unrestricted funds before transfer between funds.

Financial review

The policy of the trustees is to generate sufficient annual income from the investment portfolio in order to finance the bursaries paid out whilst maintaining the capital reserves of the trust at similar levels to previous year. Unrestricted funds were maintained at this level throughout the year. As at 31 July 2021, £20,000 of the £1,570,687 reserves held related to the Endowment fund.

Investment policy and objectives

The investment objectives, as agreed between the trustees and the investment managers, is to aim for capital growth of 3% above the Retail Price Index and a flat yield of around 3% gross per annum.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

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TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2021

Structure, governance and management

The Old Shirburnian Society Charitable Trust 1975 is a registered charity (registered number 271592). The Trust was constituted under a trust deed dated 18 March 1976.

The trustees who served during the year and up to the date of signature of the financial statements were:

Mr M French

Mr J P Hargrove

Mr R H Green

Risk management

The trustees have examined the major strategic, business and operational risks which the charity faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks.

Related parties

The Old Shirburnian Society General Fund, which consists primarily of former pupils of Sherborne School, has as its aims:-

- a) To enable its members to maintain contact with each other and with the school.
- b) To support the school, and
- c) To provide funds for the charitable trust to assist the sons of Old Shirburnians by way of bursaries.

The Old Shirburnian Society General Fund is effectively the "trading arm" of the society and is responsible for producing the Annual Record and occasional newsletters. The General Fund produces separate accounts.

The Trustees' report was approved by the Board of Trustees.

.....
Mr J P Hargrove

Dated:

THE OLD SHIRBURNIAN SOCIETY CHARITABLE TRUST 1975

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 JULY 2021

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 England and 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 year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE OLD SHIRBURNIAN SOCIETY CHARITABLE TRUST 1975

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE OLD SHIRBURNIAN SOCIETY CHARITABLE TRUST 1975

I report to the trustees on my examination of the financial statements of The Old Shirburnian Society Charitable Trust 1975 (the charity) for the year ended 31 July 2021.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

Matthew Cleghorn FCA

The Barn, Meadow Court
Faygate Lane
Faygate
Horsham
West Sussex
RH12 4SJ
England

Dated:

THE OLD SHIRBURNIAN SOCIETY CHARITABLE TRUST 1975

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 JULY 2021

		Unrestricted funds	Endowment funds	Total Unrestricted funds	Endowment funds	Total
		2021	2021	2021	2020	2020
	Notes	£	£	£	£	£
Income and endowments from:						
Donations and legacies	3	156	-	156	32	32
Investments	4	45,259	-	45,259	42,065	42,065
Other income	5	16,000	-	16,000	16,000	16,000
Total income		61,415	-	61,415	58,097	58,097
Expenditure on:						
<u>Charitable activities</u>						
Direct costs						
	6	61,357	1,200	62,557	30,031	31,231
Support costs						
	6	1,800	-	1,800	1,800	1,800
Total charitable expenditure		63,157	1,200	64,357	31,831	33,031
Net gains/(losses) on investments	9	158,744	-	158,744	26,059	26,059
Net incoming/(outgoing) resources before transfers		157,002	(1,200)	155,802	52,325	51,125
Gross transfers between funds		(1,200)	1,200	-	(1,200)	-
Net movement in funds		155,802	-	155,802	51,125	51,125
Fund balances at 1 August 2020		1,394,885	20,000	1,414,885	1,343,760	1,363,760
Fund balances at 31 July 2021		1,550,687	20,000	1,570,687	1,394,885	1,414,885

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

THE OLD SHIRBURNIAN SOCIETY CHARITABLE TRUST 1975

BALANCE SHEET

AS AT 31 JULY 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Investments	10		1,569,688		1,410,944
Current assets					
Debtors	11	6,164		164	
Cash at bank and in hand		20,231		39,173	
		<u>26,395</u>		<u>39,337</u>	
Creditors: amounts falling due within one year	12	<u>(25,396)</u>		<u>(35,396)</u>	
Net current assets			999		3,941
Total assets less current liabilities			<u>1,570,687</u>		<u>1,414,885</u>
Capital funds					
Endowment funds - general	13		20,000		20,000
Income funds					
<u>Unrestricted funds</u>					
Designated funds	14	324,493		324,493	
General unrestricted funds		<u>1,226,194</u>		<u>1,070,392</u>	
			1,550,687		1,394,885
			<u>1,570,687</u>		<u>1,414,885</u>

The financial statements were approved by the Trustees on

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Mr J P Hargrove
Trustee

THE OLD SHIRBURNIAN SOCIETY CHARITABLE TRUST 1975

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2021

1 Accounting policies

Charity information

The Old Shirburnian Society Charitable Trust 1975 is a INSERT CONSTITUTIONAL DETAIL.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2021

1 Accounting policies

(Continued)

Investment income is accounted for in the period in which the charity is entitled to receipt.

1.5 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of obligation can be measured reliably. Expenditure is accounted for on an accrual basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to a particular headings, they are allocated to activities on a cost basis consistent with the use of resources.

Bursaries are charged in the period in which they are paid on behalf of the recipient.

Management and administration comprises costs for the running of the charity as an organisation.

1.6 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Donations and gifts	31	32
Legacies receivable	125	-
	<u>156</u>	<u>32</u>

4 Investments

	2021	2020
	£	£
Dividends - UK equities	<u>45,259</u>	<u>42,065</u>

5 Other income

	2021	2020
	£	£
Contribution from General Fund	6,000	6,000
Loan write down	10,000	10,000
	<u>16,000</u>	<u>16,000</u>

THE OLD SHIRBURNIAN SOCIETY CHARITABLE TRUST 1975

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2021

6 Charitable activities

	Direct costs	Support costs	Total 2021	Total 2020
	£	£	£	£
Bursaries (Endowment)	1,200	-	1,200	1,200
Bursaries	61,357	-	61,357	30,031
	<u>62,557</u>	<u>-</u>	<u>62,557</u>	<u>31,231</u>
Accountancy and legal fees	-	1,800	1,800	1,800
	<u>62,557</u>	<u>1,800</u>	<u>64,357</u>	<u>33,031</u>

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

8 Employees

There were no employees during the year.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2021

9 Net gains/(losses) on investments

	Unrestricted funds	Total
	2021 £	2020 £
Revaluation of investments	158,744	26,059

10 Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 August 2020	1,410,944
Valuation changes	158,744
At 31 July 2021	1,569,688
Carrying amount	
At 31 July 2021	1,569,688
At 31 July 2020	1,410,944

Investments at market value comprised;

UK equities and other investments £412,324 (2020: £329,091)
 UK equities and other investments £159,920 (2020: £219,213)
 Overseas equities and other investments £997,445 (2020: £862,640)

Fixed asset investments in the current and previous year were held in a single fund, being Alpha CIF.

11 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Other debtors	6,164	164

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2021

12 Creditors: amounts falling due within one year

	2021 £	2020 £
Other creditors	23,596	33,596
Accruals and deferred income	1,800	1,800
	<u>25,396</u>	<u>35,396</u>

13 Endowment funds

Endowment funds represent assets which must be held permanently by the charity, principally investments. The endowment fund comprises a bequest of £20,000 which was received during 1999 from the estate of Miss Pound. The terms of the will state that the income from this legacy, together with such additional income as may be added by the society, should be used to fund the bursary of her nephew, killed in Italy in 1944, to be called the James Bradfield Bursary. The £20,000 originally deposited into the CAF cash account has been transferred to the Trustees for incorporation into the main investment fund. Income arising on the endowment is used to fund a bursary of £1,200 per annum in accordance with the objects of the charity, and any shortfall between the bursary and the income arising on the endowment fund is made good by a transfer of unrestricted funds.

	Movement in funds		
Balance at 1 August 2020	Incoming resources	Resources expended	Balance at 31 July 2021
£	£	£	£
20,000	1,200	(1,200)	20,000
<u>20,000</u>	<u>1,200</u>	<u>(1,200)</u>	<u>20,000</u>

14 Designated funds

The income funds of the charity include the following designated fund which has been set aside out of unrestricted funds by the trustees for a specific purpose:

	Movement in funds		Movement in funds		
	Balance at 1 August 2019	Incoming resources	Balance at 1 August 2020	Incoming resources	Balance at 31 July 2021
	£	£	£	£	£
David Ellis Fund	324,493	-	324,493	-	324,493
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	324,493	-	324,493	-	324,493

During the 2018 and 2019 financial years, the Charity received legacy receipts from the estate of the late David Ellis. As at 31 July 2021, no monies have been awarded from this fund. The funds have been invested within the Charity's investment portfolio, the Trustees intend to make an adjustment in the forthcoming year to reflect the movement in the funds market value and are in discussions as to how best to track this. The movement will be transferred from the general fund to the designated fund.