

REGISTERED CHARITY NUMBER: 1057707

CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

FOR

EALING EDUCATIONAL RESOURCES TRUST

EALING EDUCATIONAL RESOURCES TRUST

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

	Page
Reference and Administrative Information	2
Report of the Trustees	3 to 5
Report of the Independent Auditors	6 to 8
Statement of Financial Activities - Consolidated	9
Statement of Financial Activities - Parent Charity	10
Balance Sheet - Consolidated and Parent Charity	11
Cash Flow Statement - Consolidated	12
Notes to the Financial Statements - Consolidated and Parent Charity	13 to 23

EALING EDUCATIONAL RESOURCES TRUST

REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31 DECEMBER 2022

Registered charity number	1057707
Principle address	Amberley Wantage Road Harwell Didcot Oxfordshire OX11 0LL
Trustees	Braden Abernethie Andrew Greenfield Stuart Hill Cyril Parsons Howard Tennent Charles White
Auditors	Richards Sandy Audit Services Limited Thorneloe House 25 Barbourne Road Worcester Worcestershire WR1 1RU
Bank	Bank of Scotland Edinburgh EH2 2YR Barclays Acorn House 36-38 Park Royal Road London NW10 7JA

EALING EDUCATIONAL RESOURCES TRUST

REPORT OF THE TRUSTEES **FOR THE YEAR ENDED 31 DECEMBER 2022**

The trustees present their report with the financial statements of the charity for the year ended 31st December 2022. The trustees have adopted the provisions of 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).

OBJECTIVES AND ACTIVITIES

Objects

The charitable objects of the charity are the advancement of the education of children and young people from ages five to eighteen in particular by assistance to their parents to enable such children to be taught otherwise than as school as defined in the Education Acts and any other charitable purpose for the benefit of the worldwide Christian fellowship known as the Plymouth Brethren Christian Church.

Activities

In furtherance of its objects, the Trust provides two premises under formal lease for an independent school based in Reading (the "School"), which has been run by OneSchool Global UK ("OSGUK").

One of these is a freehold premises for primary pupils and the other is a leased premises for secondary pupils which is classified as a programme related investment.

The charity also provides grant funding and other financial support to OSGUK at the discretion of the trustees in order to enable OSGUK to provide a well balanced education at primary and secondary levels, for children and young people whose parents appreciate the Christian ethos.

The immediate aim of the Trust is to maintain its two premises in Reading, with the longer-term aim being to provide new premises which are better suited to the needs of the school.

Success is measured in terms of the provision of appropriate facilities to OSGUK whilst minimising expenditure. This in turn, frees up funds for raising standards of education for all concerned and for the improvement of facilities for pupils and staff alike.

Public benefit

The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit and have regard to it when reviewing their aims and objectives, and in planning their future activities. In particular they consider how planned activities will contribute to the educational aims and objectives they have set.

Volunteers

Volunteers are an integral part of the community ethos and values of the charity and there are strong and willing group of volunteers who assist and support the charity throughout the year.

The trading activities of the charity's trading subsidiary Zest Trading UK Limited, which operates a small chain of convenience stores, are undertaken by volunteers.

ACHIEVEMENT AND PERFORMANCE

Significant activities

Throughout the year the charity has continued to provide educational premises in support of the educational activities of OSGUK.

The charity has a wholly owned subsidiary company, Zest Trading UK Ltd (Company Registration No. 06357796) which undertakes trading activities. All profits chargeable to corporation tax are gifted to the charity in support of the charitable activities of the charity.

FINANCIAL REVIEW

Principal funding sources

The charity is supported and financed principally by profits from its trading subsidiary Zest Trading UK Limited plus other ad hoc donations and those raised by fundraising events and grants from The Grace Trust. The Trustees believe that the charity's funds are sufficient to mitigate any short to medium term risk of reduced funding.

Approach to fundraising

The charity's fundraising events principally operate within the Brethren community and professional fundraisers are not used. Neither the charity nor any person acting on behalf of the charity was subject to an undertaking to be bound by any voluntary scheme for regulating fund-raising, or voluntary standard for fund-raising in respect of activities on behalf of the charity.

EALING EDUCATIONAL RESOURCES TRUST

REPORT OF THE TRUSTEES **FOR THE YEAR ENDED 31 DECEMBER 2022**

Financial position

In the year the charity reported a net surplus of £103,360 (2021 - deficit of £143,533). The group reported a net surplus of £95,568 (2021 - deficit of £72,745).

At the year end the charity had net current assets of £5,599,235 (2021 - net current assets of £3,562,956). The group had net liabilities of £5,650,146 (2021 - £3,634,163).

Principal risks

The Trustees have examined the major strategic, business and operational risks that the charity faces. The Trustees are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

The principal risks to the charity are:

- the risk of damage to the property held by the charity (although the charity holds property insurance);
- the risk of closure or relocation of the school by OneSchool Global UK (which is considered unlikely to occur); and
- the risk of fall in trading activities of Zest Trading UK Limited, either due to a fall in customer loyalty or due to significant supplier price increases (which the directors of Zest Trading UK Limited monitor and take appropriate action).

There were no serious incidents relating to the charity over the year to report.

Reserves policy

The charity's policy is to maintain minimum free reserves at a level which equates to six months' unrestricted expenditure. This is approximately £900,000. At the year end 2022 the free reserves of the group were £5,650,146 (2021 - £3,634,163). The high level of Free Reserves reflect the ongoing search for suitable freehold site from which to provide new premises which are better suited to the needs of the school.

Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, it continues to adopt the going concern basis in preparing the financial statements.

FUTURE PLANS

The trustees plan to continue to support OSGUK to provide a quality and deliver a consistent and high level of educational experience and outcome for all students and staff, in accordance with the charity's ethos and values.

The charity continues its search for more appropriate sites to provide new premises which are better suited to the needs of the school.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Ealing Education Trust is constituted by a Deed of Trust dated 9 May 1995, amended 2 August 2004, and is registered with the Charity Commission for England and Wales.

Recruitment and appointment of trustees

The power to appoint trustees is invested in the existing trustees subject to the charity Deed of Trust requirement. Trustees are selected according to their own specialism in a particular field and are expected to pursue that specialism. New trustees are instructed in the need to completely adhere to the ethos and values of the charity.

New trustees are appointed at charity meetings and training is given by the outgoing trustee being replaced, along with support from fellow trustees.

Holding Trustees

The freehold property is held in the names of 3 of the current trustees (as well as 3 trustees who resigned in previous years) of the charity.

The shares of the charity's subsidiary Zest Trading UK Limited are held in the names of Stuart Hill and Charles White.

EALING EDUCATIONAL RESOURCES TRUST

REPORT OF THE TRUSTEES **FOR THE YEAR ENDED 31 DECEMBER 2022**

TRUSTEES' RESPONSIBILITIES

The trustees, are responsible for preparing the Report of the Trustees 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, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the charity deed, 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 the group and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those 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 accounting estimates that are reasonable and prudent;
- state whether applicable UK 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 business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the charity 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.

STATEMENTS AS TO DISCLOSURE TO OUR AUDITORS

In so far as the trustees are aware at the time of approving our trustees' annual report:

- there is no relevant information, being information needed by the auditor in connection with preparing their report, of which the group's auditor is unaware, and
- the trustees, having made enquiries of fellow trustees and the group's auditor that they ought to have individually taken, have each taken all steps that he/she is obliged to take as a Trustee in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Approved by order of the Board of Trustees on ...9th June 2023... and signed on its behalf by:



Mr A Greenfield - Trustee

EALING EDUCATIONAL RESOURCES TRUST

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF EALING EDUCATIONAL RESOURCES TRUST FOR THE YEAR ENDED 31 DECEMBER 2022

Opinion

We have audited the financial statements of Ealing Educational Resources Trust (the 'parent charity') and its subsidiary (the 'group') for the year ended 31st December 2022 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Consolidated 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent charity's affairs as at 31st December 2022 and of its 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 Act 2011.

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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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 the provisions available for small entities, in the circumstances set out in note 22 to the financial statements, 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

In auditing the financial statements, we have concluded that the director's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any other material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other matters - comparatives audited by a another auditor

The financial statements of the charity for the year ended 31 December 2021 were audited by another auditor who expressed an unmodified opinion on those financial statements.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditors 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.

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 and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees 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.

EALING EDUCATIONAL RESOURCES TRUST

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF EALING EDUCATIONAL RESOURCES TRUST FOR THE YEAR ENDED 31 DECEMBER 2022

Responsibilities of trustees

As explained more fully in the Statement of Trustees Responsibilities, the trustees are responsible for the preparation of the financial statements which give a 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 group's and parent charity'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 charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 a Report of the Independent Auditors 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud, we have:

- obtained an understanding of the nature of the industry and sector, including the legal and regulatory framework that the group operates in and how the group is complying with the legal and regulatory framework; and
- inquired of management, and those charged with governance, about their own identification and assessment of the risks of irregularities, including any known actual, suspected or alleged instances of fraud.

As a result of these procedures we consider the most significant laws and regulations that have a direct impact on the financial statements are the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011 (and related legislation).

We performed audit procedures to detect non-compliances which may have a material impact on the financial statements, which included reviewing the financial statement disclosures.

Significant laws and regulations effecting the group that may have an indirect impact on the financial statements are the Food Standards Act 1999 (and related legislation), the Licensing 2003 Act (and related legislation) and the Data Protection Act 2018 (and related legislation). We have confirmed that the group has registered with the Food Standards Agency for all store that it operates, holds premises licences for all locations where it sells alcohol and is registered with the Information Commissioner's Office.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.


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 Report of the Independent Auditors.

EALING EDUCATIONAL RESOURCES TRUST

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF EALING EDUCATIONAL RESOURCES TRUST
FOR THE YEAR ENDED 31 DECEMBER 2022**

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Nicholas Paul Sandy FCA (Senior Statutory Auditor)
For and on behalf of The Richards Sandy Audit Services Limited (Statutory Auditors)
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
Thorneloe House
25 Barbourne Road
Worcester
WR1 1RU

Date: 30/6/2023

EALING EDUCATIONAL RESOURCES TRUST**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022**

		Unrestricted Fund £	Year Ended 31 December 2022 Total Funds £	Year Ended 31 December 2021 Total Funds £
INCOME FROM:	Note			
Donations and legacies	2	182,925	182,925	124,067
Charitable activities	3	6,667	6,667	10,000
Other trading activities	4	1,529,618	1,529,618	1,250,797
Investment income	5	198,162	198,162	-
TOTAL INCOME		1,917,372	1,917,372	1,384,864
EXPENDITURE ON:				
Raising funds	6	1,330,512	1,330,512	1,057,167
Charitable activities	7			
- Property management		309,906	309,906	245,869
- Grants issued to OneSchool Global UK		183,086	183,086	154,573
TOTAL EXPENDITURE		1,823,504	1,823,504	1,457,609
NET MOVEMENT IN FUNDS		93,868	93,868	(72,745)
TOTAL FUNDS				
Brought forward		6,281,970	6,281,970	6,354,715
Carried forward	19	6,375,838	6,375,838	6,281,970

EALING EDUCATIONAL RESOURCES TRUST**INDIVIDUAL PARENT STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022**

		Unrestricted Fund £	Year Ended 31 December 2022 Total Funds £	Year Ended 31 December 2021 Total Funds £
	Note			
INCOME FROM:				
Donations and legacies	2	182,925	182,925	124,067
Charitable activities	3	6,667	6,667	10,000
Investment income	5	401,338	401,338	172,842
TOTAL INCOME		590,930	590,930	306,909
EXPENDITURE ON:				
Charitable activities	7			
- Property management		301,484	301,484	295,869
- Grants issued to OneSchool Global UK		183,086	183,086	154,573
TOTAL EXPENDITURE		484,570	484,570	450,442
NET MOVEMENT IN FUNDS		106,360	106,360	(143,533)
TOTAL FUNDS				
Brought forward		6,164,878	6,164,878	6,308,411
Carried forward	19	6,271,238	6,271,238	6,164,878

EALING EDUCATIONAL RESOURCES TRUST

CONSOLIDATED BALANCE SHEET FOR THE YEAR ENDED 31 DECEMBER 2022

	<i>Note</i>	Group 2022 £	Group 2021 £	Parent 2022 £	Parent 2021 £
FIXED ASSETS					
Tangible fixed assets	14	727,392	2,647,807	669,001	2,601,920
Investments	15	-	-	2	2
		727,392	2,647,807	669,003	2,601,922
CURRENT ASSETS					
Stocks	16	139,558	131,428	-	-
Debtors	17	103,078	46,590	32,837	3,101
Cash at bank and in hand		5,667,028	3,619,151	5,593,055	3,572,855
		5,909,664	3,797,169	5,625,892	3,575,956
LIABILITIES					
Amounts falling due within one year	18	(261,218)	(163,006)	(23,657)	(13,000)
NET CURRENT ASSETS		5,648,446	3,634,163	5,602,235	3,562,956
NET ASSETS		6,375,838	6,281,970	6,271,238	6,164,878
FUNDS					
Unrestricted Funds	19	6,375,838	6,281,970	6,271,238	6,164,878
		6,375,838	6,281,970	6,271,238	6,164,878

The financial statements were approved by the Board of Trustees on 9th June 2023 and were signed by on its behalf by:

A. Greenfield

Mr A Greenfield - Trustee

EALING EDUCATIONAL RESOURCES TRUST

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes to the consolidated cash flow statement	Group 2022 £	Group 2021 £
Cash flows from operating activities:			
Cash generated from operations	1	75,253	53,026
Net cash provided by operating activities		75,253	53,026
Cash flows from investing activities:			
Purchase of tangible fixed assets		(30,924)	(18,620)
Sale of tangible fixed assets		1,998,751	3,333
Net cash used in investing activities		1,967,827	(15,287)
Cash flows from financing activities:			
New concessionary loans		-	25,000
Concessionary loans repaid		-	(50,000)
Interest received		6,599	-
Interest paid		(1,802)	(451)
Net cash used in investing activities		4,797	(25,451)
Change in cash and cash equivalents in the year		2,047,877	12,288
Cash and cash equivalents at the beginning of the year		3,619,151	3,606,863
Cash and cash equivalents at the end of the year	2	5,667,028	3,619,151

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT

1 RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	Group 2022 £	Group 2021 £
Net expenditure for the year <i>(as per the statement of financial activities)</i>	93,868	(72,745)
Adjustments for:		
Depreciation charges	144,162	162,107
Profit on sale of tangible fixed assets	(191,574)	(1,192)
Interest received	(6,599)	-
Interest paid	1,802	451
(Increase)/decrease in stocks	(8,130)	(21,031)
(Increase)/decrease in debtors	(56,488)	20,655
Increase/(decrease) in creditors	98,212	(35,219)
Net cash provided by operating activities	75,253	53,026

2 ANALYSIS OF CHANGES IN NET DEBT

	At the start of the year £	Cash flows in the year £	At the end of the year £
Cash at bank and in hand	3,619,151	2,047,877	5,667,028
Concessionary loans	(75,000)	-	(75,000)
	3,544,151	2,047,877	5,592,028

EALING EDUCATIONAL RESOURCES TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS **FOR THE YEAR ENDED 31 DECEMBER 2022**

1 ACCOUNTING POLICIES

Charity information

Ealing Educational Resources Trust is an unincorporated charity registered with the Charity Commission for England and Wales.

The registered office and principal activities of Ealing Educational Resources Trust are set out in the Report of the Trustees.

Basis of preparation

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

The accounts are prepared in sterling, which is the functional currency of the group. Monetary amounts in these financial statements are rounded to the nearest £1.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Group financial statements

These consolidated financial statements incorporate the accounts of Ealing Educational Resources Trust and its wholly owned subsidiary Zest Trading UK Limited on a line by line basis. Both entities prepare their individual entity financial statements adopting accounting policies not considered different from those of these consolidated financial statements and prepared to a year end of 31 December 2022. All intra-group transactions and balances are eliminated on consolidation.

The charity is exempt from disclosing Cash Flow Statement for the individual parent charity's results as the individual parent charity is a qualifying entity.

Going concern

At the time of approving these financial statements, the trustees have a reasonable expectation that the group and parent charity has adequate resources to continue in operational existence for the foreseeable future, being a period of at least twelve months from the date these financial statements were approved. The trustees continue to adopt the going concern basis of accounting in preparing these financial statements.

Incoming resources

All income is recognised once the group has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Donation and grant income is recognised when the group has been notified of the amounts. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Income from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has passed to the buyer (usually on delivery of the goods) and the amount of turnover can be measured reliably.

Income from the supply of services represents the value of services provided to the extent that there is a right to consideration and is recorded at the fair value of the consideration received or receivable.

Income from construction contracts is recognised by reference to the stage of completion. The stage of completion is calculated by comparing costs incurred to date as a proportion of total expected costs, provided that total expected costs can be reliably estimated. Where the outcome of a construction contract cannot be reliably measured, income is recognised only to the extent of recoverability of costs incurred to date.

Rental income is recognised on a straight line basis over the lease period.

EALING EDUCATIONAL RESOURCES TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS **FOR THE YEAR ENDED 31 DECEMBER 2022**

1 ACCOUNTING POLICIES (Continued)

Resources expended

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the group to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category.

The cost of generating funds indicates only those costs directly related to fundraising activities.

Charitable activity costs relate to those costs that directly relate to the running of the school.

Support costs are costs incurred to facilitate an activity. Unlike direct costs, which result directly from undertaking the activity, support costs do not change directly as a result of the activity undertaken. Support costs include property maintenance costs, including rates and utilities costs, depreciation of tangible fixed assets and legal and accountancy fees.

The irrecoverable element of Value Added Tax is included with the item of expenses to which it relates.

Stock

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete stock and slow moving items.

Tangible fixed assets

Tangible fixed assets, other than freehold and leasehold property, are stated at cost less depreciation. The trustees have reviewed the value of the freehold property and leasehold agreement and have made an appropriate impairment provision for any change in circumstances.

Depreciation of other assets are provided at rates calculated to write off the excess cost over the estimated residual amount evenly over the estimated useful economic life of each class of asset as follows:

Used for charitable activities

Freehold land	: not depreciated
Freehold buildings	: 2% on cost
Freehold improvements	: 2% on cost
Leasehold improvements	: 20% on cost
Fixtures, fittings and equipment	: 25% on net book value

Used for trading activities

Leasehold improvements	: 15% reducing balance
Fixtures, fittings and equipment	: 25% on net book value

Freehold property is not depreciated on the basis that its residual value is not expected to be materially lower than its original cost.

If there is an indication that any tangible fixed assets is impaired, then such assets are then written down to their value in use, considered to be the present value of the asset's remaining service potential plus the net amount that will receive from its disposal.

Investments in subsidiaries

Investments in subsidiaries in the parent charity's individual balance sheet are measured at cost less impairment.

Taxation

The charity is exempt from tax on income and gains falling within section 505 of the taxes Act 1988 or section 252 of the Taxation of chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

EALING EDUCATIONAL RESOURCES TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS **FOR THE YEAR ENDED 31 DECEMBER 2022**

1 ACCOUNTING POLICIES (Continued)

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

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

Operating leases

Rentals payable and receivable under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments. Financial instruments are recognised when the charity becomes party to contractual provisions of the instrument.

Financial assets are offset, with the net amounts presented in the accounts where there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Basic financial liabilities

Basic financial liabilities, including trade and other payables, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of future receipts, discounted at a market rate of interest. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of the operations from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction cost.

Cash equivalents

Short term bank bonds maturing in less than 30 days are considered cash equivalents and accounted for as cash at bank.

Concessionary loans

Concessionary loans are measured at cost.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are charged or credited to the Statement of Financial Activities.

EALING EDUCATIONAL RESOURCES TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS **FOR THE YEAR ENDED 31 DECEMBER 2022**

Significant judgements and key sources of estimation uncertainty

In the application of the group's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying value of assets and liabilities that are not readily apparent from other sources. These 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.

Freehold property held by the charity rented to OneSchool Global UK solely to further the objects of the charity (as defined by the charity's Deed of Trust) have been accounted for within tangible fixed assets, in accordance with Charities SORP accounting treatments regarding social investments in property (land and buildings). Any financial return obtained is not a primary reason for owning the freehold property.

The setting of depreciation policies for tangible fixed assets (which are stated in the accounting policies) are considered a significant judgement. In addition significant judgement is considered to be applied in the review for impairment of tangible fixed assets. The net book value and movements in the year of tangible fixed assets are disclosed in note 14 of the financial statements.

The determining of total expected costs used in determining the stage of completion of construction contracts ongoing at the year end is based on judgement. The value of income recognised under construction contracts can be found in note 4 of the financial statements. The value of deferred income relating to construction contracts can be found in note 19 of the financial statements.

2 DONATIONS AND LEGACIES

	Group 2022 £	Group 2021 £	Parent 2022 £	Parent 2021 £
Donations	-	-	-	-
Grants				
- The Grace Trust	182,925	120,000	182,925	120,000
- Other	-	4,067	-	4,067
	<u>182,925</u>	<u>124,067</u>	<u>182,925</u>	<u>124,067</u>

3 INCOME FROM CHARITABLE ACTIVITIES

	Group 2022 £	Group 2021 £	Parent 2022 £	Parent 2021 £
Rental income	6,667	10,000	6,667	10,000
	<u>6,667</u>	<u>10,000</u>	<u>6,667</u>	<u>10,000</u>

4 INCOME FROM OTHER TRADING ACTIVITIES

	Group 2022 £	Group 2021 £	Parent 2022 £	Parent 2021 £
Convenience store sales	1,170,348	1,060,530	-	-
Kitchen fitting sales	307,521	124,846	-	-
Other income	51,749	65,421	-	-
	<u>1,529,618</u>	<u>1,250,797</u>	<u>-</u>	<u>-</u>

EALING EDUCATIONAL RESOURCES TRUST**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022****5 INVESTMENT INCOME**

	Group 2022 £	Group 2021 £	Parent 2022 £	Parent 2021 £
Gift aid distributions received from subsidiary	-	-	203,208	172,842
Bank interest received	6,599	-	6,567	-
Profit on disposal of tangible fixed assets	191,563	-	191,563	-
	<u>198,162</u>	<u>-</u>	<u>401,338</u>	<u>172,842</u>

6 RAISING FUNDS EXPENDITURE

	Group 2022 £	Group 2021 £	Parent 2022 £	Parent 2021 £
Convenience store stock purchases	909,219	824,584	-	-
Kitchen fitting costs	273,762	116,117	-	-
Administration expenses	128,508	104,390	-	-
Depreciation	17,232	12,817	-	-
Profit on disposal of tangible fixed assets	(11)	(1,192)	-	-
Interest payable	1,802	451	-	-
	<u>1,330,512</u>	<u>1,057,167</u>	<u>-</u>	<u>-</u>

7 CHARITABLE ACTIVITIES COSTS

		Group 2022 £	Group 2021 £	Parent 2022 £	Parent 2021 £
Direct costs	(see note 8)	273,773	231,728	273,773	281,728
Grants issued	(see note 9)	183,086	154,573	183,086	154,573
Support costs	(see note 10)	36,133	14,141	27,711	14,141
		<u>492,992</u>	<u>400,442</u>	<u>484,570</u>	<u>450,442</u>

8 DIRECT COSTS

	Group 2022 £	Group 2021 £	Parent 2022 £	Parent 2021 £
Premises management costs	146,843	91,429	146,843	141,429
Depreciation	126,930	140,299	126,930	140,299
	<u>273,773</u>	<u>231,728</u>	<u>273,773</u>	<u>281,728</u>

EALING EDUCATIONAL RESOURCES TRUST**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022****9 GRANTS ISSUED**

	Group 2022 £	Group 2021 £	Parent 2022 £	Parent 2021 £
Grants issued to OneSchool Global UK	183,086	154,573	183,086	154,573
	183,086	154,573	183,086	154,573

10 SUPPORT COSTS

	Group 2022 £	Group 2021 £	Parent 2022 £	Parent 2021 £
Audit and accountancy fees	13,887	6,637	5,465	6,637
Legal and professional fees	21,143	6,368	21,143	6,368
Other	1,103	1,136	1,103	1,136
	36,133	14,141	27,711	14,141

11 NET INCOME / (EXPENDITURE) CHARGES

Net income / (expenditure) per the Statement Of Financial Activities is stated after charging / (crediting):

	Group 2022 £	Group 2021 £	Parent 2022 £	Parent 2021 £
Operating lease income	(6,667)	(10,000)	(6,667)	(10,000)
Operating lease expenditure	113,501	154,035	90,833	134,000
Depreciation	144,162	153,116	126,930	140,299
Profit on disposal of tangible fixed assets	(191,574)	(1,192)	(191,563)	-
Auditor's remuneration (current year auditor) - audit fee	5,200	-	2,000	-
Auditor's remuneration (prior year auditor) - audit fee	-	6,300	-	6,300
Auditor's remuneration (current year auditor) - other services	1,500	-	-	-
Auditor's remuneration (prior year auditor) - other services	-	3,000	-	-

12 STAFF COSTS, TRUSTEE REMUNERATION AND EXPENSES**Staff costs**

There were no employees in either the current or comparative years.

Trustees remuneration and expenses

The trustees were not paid nor received any other benefits from employment with the charity or its subsidiary during either the current or previous years.

None of the trustees were reimbursed expenses in either the current or previous years.

EALING EDUCATIONAL RESOURCES TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS **FOR THE YEAR ENDED 31 DECEMBER 2022**

13 COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - CONSOLIDATED

	Notes	Unrestricted Fund £	Total 2021 £
INCOME FROM:			
Donations and legacies	2	124,067	124,067
Charitable activities	3	10,000	10,000
Other trading activities	4	1,250,797	1,250,797
TOTAL INCOME		1,384,864	1,384,864
EXPENDITURE ON:			
Raising funds	6	1,057,167	1,057,167
Charitable activities	7		
- Property management		245,869	245,869
- Grants issued to OneSchool Global UK		154,573	154,573
TOTAL EXPENDITURE		1,457,609	1,457,609
NET MOVEMENT IN FUNDS		(72,745)	(72,745)
TOTAL FUNDS			
Brought forward		6,354,715	6,354,715
Carried forward	19	6,281,970	6,281,970

COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - PARENT CHARITY

	Notes	Unrestricted Fund £	Total 2021 £
INCOME FROM:			
Donations and legacies	2	124,067	124,067
Charitable activities	3	10,000	10,000
Investment income	5	172,842	172,842
TOTAL INCOME		306,909	306,909
EXPENDITURE ON:			
Charitable activities	7		
- Property management		295,869	295,869
- Grants issued to OneSchool Global UK		154,573	154,573
TOTAL EXPENDITURE		450,442	450,442
NET MOVEMENT IN FUNDS		(143,533)	(143,533)
TOTAL FUNDS			
Brought forward		6,308,411	6,308,411
Carried forward	19	6,164,878	6,164,878

EALING EDUCATIONAL RESOURCES TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

14 TANGIBLE FIXED ASSETS - GROUP

	Freehold property £	Freehold improvements £	Leasehold improvements £	Fixtures, fittings & equipment £	Totals £
COST					
At 1 January 2022	2,308,444	118,061	625,547	81,646	3,133,698
Additions	-	-	6,992	23,932	30,924
Disposals	(1,884,276)	-	-	(2,025)	(1,886,301)
At 31 December 2022	424,168	118,061	632,539	103,553	1,278,321
DEPRECIATION:					
At 1 January 2022	(136,649)	(15,153)	(298,170)	(35,919)	(485,891)
Charge for the year	(15,496)	(2,361)	(111,221)	(15,084)	(144,162)
Disposals	78,287	-	-	837	79,124
At 31 December 2022	(73,858)	(17,514)	(409,391)	(50,166)	(550,929)
NET BOOK VALUE:					
At 31 December 2022	350,310	100,547	223,148	53,387	727,392
At 31 December 2021	2,171,795	102,908	327,377	45,727	2,647,807

TANGIBLE FIXED ASSETS - PARENT CHARITY

	Freehold property £	Freehold improvements £	Leasehold improvements £	Totals £
COST				
At 1 January 2022	2,308,444	118,061	589,308	3,015,813
Additions	-	-	-	-
Disposals	(1,884,276)	-	-	(1,884,276)
At 31 December 2022	424,168	118,061	589,308	1,131,537
DEPRECIATION:				
At 1 January 2022	(136,649)	(15,153)	(262,091)	(413,893)
Charge for the year	(15,496)	(2,361)	(109,073)	(126,930)
Disposals	78,287	-	-	78,287
At 31 December 2022	(73,858)	(17,514)	(371,164)	(462,536)
NET BOOK VALUE:				
At 31 December 2022	350,310	100,547	218,144	669,001
At 31 December 2021	2,171,795	102,908	327,217	2,601,920

Freehold property is held by the charity for the purpose of renting it to OneSchool Global UK to be used by them as school premises, in order to directly further the objects of the charity (as defined by the charity's Deed of Trust).

EALING EDUCATIONAL RESOURCES TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS **FOR THE YEAR ENDED 31 DECEMBER 2022**

15 FIXED ASSET INVESTMENTS - PARENT CHARITY

	Shares in subsidiary £
COST	
At 1st January 2022 and 31st December 2022	<u><u>2</u></u>
NET BOOK VALUE	
At 31 December 2022	<u><u>2</u></u>
At 31 December 2021	<u><u>2</u></u>

Zest Trading UK Limited

Zest Trading UK Limited operates a small chain of convenience stores.

All of the issued share capital of Zest Trading UK Limited (company number 06357796) is held by holding trustees of Ealing Educational Resources Trust.

The registered office of Zest Trading UK Limited is 11 Arkwright Road, Reading, Berkshire, RG2 0LU.

At the year end Zest Trading UK Limited had assets and liabilities as follows:

	2022 £	2021 £
Tangible fixed assets	58,391	45,887
Stocks	139,558	131,428
Debtors	70,241	43,489
Cash at bank	73,973	46,296
Creditors	<u>(237,561)</u>	<u>(150,006)</u>
	<u><u>104,602</u></u>	<u><u>117,094</u></u>
Issued share capital	2	2
Retained earnings	<u><u>104,600</u></u>	<u><u>117,092</u></u>
	<u><u>104,602</u></u>	<u><u>117,094</u></u>

Zest Trading UK Limited had trading results for the year as follows:

	2022 £	2021 £
Turnover	1,529,618	1,250,795
Cost of sales	(1,182,981)	(940,701)
Administrative expenses	(154,151)	(116,013)
Other operating income	-	50,000
Interest receivable	32	-
Interest payable	<u>(1,802)</u>	<u>(451)</u>
Net profit	<u>190,716</u>	<u>243,630</u>
Gift aid distribution to the parent charity	<u>(203,208)</u>	<u>(172,842)</u>
Net movement in retained earnings	<u><u>(12,492)</u></u>	<u><u>70,788</u></u>

16 STOCKS

	Group 2022 £	Group 2021 £	Parent 2022 £	Parent 2021 £
Convenience store goods held for resale	139,558	131,428	-	-
	<u><u>139,558</u></u>	<u><u>131,428</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

17 DEBTORS: AMOUNT FALLING DUE WITHIN ONE YEAR

	Group 2022 £	Group 2021 £	Parent 2022 £	Parent 2021 £
Trade debtors	68,800	39,313	-	-
VAT recoverable	7,837	2,164	7,837	-
Other debtors	-	2,644	-	632
Prepayments	<u>26,441</u>	<u>2,469</u>	<u>25,000</u>	<u>2,469</u>
	<u><u>103,078</u></u>	<u><u>46,590</u></u>	<u><u>32,837</u></u>	<u><u>3,101</u></u>

EALING EDUCATIONAL RESOURCES TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

18 CREDITORS: AMOUNT FALLING DUE WITHIN ONE YEAR

	Group 2022 £	Group 2021 £	Parent 2022 £	Parent 2021 £
Concessionary loans	75,000	75,000	-	-
Payments in advance on construction contracts	14,262	6,711	-	-
Trade creditors	117,127	59,638	7,011	-
Social security and other taxation	5,100	-	-	-
Gift vouchers	24,041	8,657	-	-
Accruals	25,688	13,000	16,646	13,000
	261,218	163,006	23,657	13,000

19 MOVEMENT IN FUNDS - GROUP

	As at 1 January 2022 £	Incoming resources £	Resources expended £	As at 31 December 2022 £
Unrestricted funds				
General fund	6,281,970	1,917,372	(1,823,504)	6,375,838
	6,281,970	1,917,372	(1,823,504)	6,375,838

Movement in funds for the comparative year was as follows:

	As at 1 January 2021 £	Incoming resources £	Resources expended £	As at 31 December 2021 £
Unrestricted funds				
General fund	6,354,715	1,384,864	(1,457,609)	6,281,970
	6,354,715	1,384,864	(1,457,609)	6,281,970

MOVEMENT IN FUNDS - PARENT CHARITY

	As at 1 January 2022 £	Incoming resources £	Resources expended £	As at 31 December 2022 £
Unrestricted funds				
General fund	6,164,878	590,930	(484,570)	6,271,238
	6,164,878	590,930	(484,570)	6,271,238

Movement in funds for the comparative year was as follows:

	As at 1 January 2021 £	Incoming resources £	Resources expended £	As at 31 December 2021 £
Unrestricted funds				
General fund	6,308,411	306,909	(450,442)	6,164,878
	6,308,411	306,909	(450,442)	6,164,878

EALING EDUCATIONAL RESOURCES TRUST

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS **FOR THE YEAR ENDED 31 DECEMBER 2022**

20 LEASING ARRANGEMENTS

Minimum lease payments under non-cancellable operating lease fall due as follows:

	Group 2022 £	Group 2021 £	Parent 2022 £	Parent 2021 £
Within one year	112,460	112,460	100,000	100,000
Between one and five years	98,207	169,167	66,667	166,667
	<u>210,667</u>	<u>281,627</u>	<u>166,667</u>	<u>266,667</u>

21 RELATED PARTY TRANSACTIONS

Transactions with trustees

During the year the group received convenience store income from trustees totalling £75,294 (2021 - £75,674) and other income of £13 (2021 - £165). At the year end the group had convenience store trade debtors due from trustees totalling £54 (2021 - £37).

Companies in which at least one of the trustees have an interest in

During the year the group received from such companies convenience store income totalling £4,122 (2021 - £2,310).

During the year the group paid costs to companies with at least one of the trustees is a director and shareholder of totalling £218 (2021 - £481).

22 FRC ETHICAL STANDARD - PROVISIONS AVAILABLE FOR AUDIT OF SMALL ENTITIES

In common with many other entities of our size and nature we use our auditors to assist with the preparation of the financial statements and also to prepare and submit returns to the tax authorities for Zest Trading UK Limited.