THE SHERBORNE SCHOOL FOUNDATION

England & Wales · Charity number 1073522

Details

Status	Registered
Legal form	Charitable company
Company number	03686309
Registered	1999-01-26
Register	View on the Charity Commission register

Contact

Address	Abbey Road Sherborne Dorset DT9 3AP
Phone	01935810556
Email	foundation@sherborne.org
Website	www.sherborne.org

Activities

Objects: TO PROMOTE THE CHARITABLE PURPOSES OF SHERBORNE SCHOOL, SHERBORNE, DORSET AND OTHERWISE TO PROMOTE ANY OTHER CHARITABLE PURPOSE CONNECTED WITH OR OTHERWISE ASSOCIATED WITH THE SCHOOL

Activities: To promote the charitable purposes of Sherborne School in Dorset and to promote any other charitable purpose connected with or otherwise associated with the School.

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations
- **What:** General Charitable Purposes, Education/training
- **Who:** Children/young People, Other Charities Or Voluntary Bodies

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Geography

- **Area of benefit:** SHERBORNE
- Dorset

Finances

Period end	Income	Expenditure	Assets	Employees
2025-06-30	£505,870	£488,817	£350,935	3
2024-06-30	£535,739	£429,442	£333,882	3
2023-06-30	£666,739	£1,285,051	£227,585	3
2022-06-30	£1,017,480	£890,043	£845,897	6
2021-06-30	£692,194	£2,243,674	£718,460	4

Trustees

Name	Role	Appointed
Sam Small	Chair	2015-05-15
Christopher Samler		2026-06-30
JOHN DAVID WILLIAM POCOCK		
Louise Hall		2026-06-30
Padmini Sekhsaria		2026-06-30
RORY STEPHEN POWE		
Tawhid Ali		2026-06-30
William Simon Paul		2021-12-08

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THE SHERBORNE SCHOOL FOUNDATION

England & Wales - Charity number 1073522

Accounts

The Sherborne School Foundation

ANNUAL REPORT AND FINANCIAL STATEMENTS

for the year ended

30 June 2025

Registered Company Number: 3686309
Registered Charity Number: 1073522

The Sherborne School Foundation

REPORT AND FINANCIAL STATEMENTS
for the year ended 30 June 2025

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Registered Company Number: 3686309
Registered Charity Number: 1073522

The Sherborne School Foundation

TRUSTEES, OFFICERS AND ADVISERS
for the year ended 30 June 2025

TRUSTEES AND DIRECTORS

The members of the Board of Trustees listed below are, for the purposes of company law, directors of the Foundation and, for the purposes of charity law, trustees of the Foundation.

All Trustees, unless otherwise stated, served throughout the year and, at the date of signing this report are:

A J Small (Chairman)
M L French (resigned 25 November 2025)
J A Carroll
A Kardooni
W S Paul
R E L Pittman
J D W Pocock
R S Powe
A J D Pralle (Sherborne School Governors' representative)
M M Ritchie
G N Smibert
M N B Thompson (resigned 6 June 2025)
R T de V Welchman
M J Whittell (resigned 25 November 2025)

HEAD OF THE FOUNDATION:

R M Hunt

SECRETARY:

P A Baker (resigned 31 January 2026)
S Reynell (appointed 1 February 2026)

REGISTERED OFFICE:

Sherborne Schools Group
Abbey Road
Sherborne
Dorset
DT9 3AP

ADVISERS

Auditor:

Crowe U.K. LLP
4th Floor St James House
St James Square
Cheltenham
GL50 3PR

Bankers:

Lloyds Bank Plc
1st Floor
Sedgemoor House
Dean Gate Avenue
Taunton
TA1 2UF

Solicitors:

Stone King LLP
13 Queen Square
Bath
BA1 2HJ

Investment advisers:

Cazenove Capital
Management Limited
12 Moorgate
London
EC2R 6DA

The Sherborne School Foundation

ANNUAL REPORT OF THE TRUSTEES
for the year ended 30 June 2025

The Trustees of the Sherborne School Foundation present their annual report and audited financial statements for the year ended 30 June 2025 and confirm that they comply with the requirements of the Charities Act 2011, the Statement of Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019), the Companies Act 2006 and the Memorandum and Articles of Association of the Foundation.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Background and Constitution

The Foundation was established in 1998 to promote the charitable purposes of Sherborne School in Dorset and to promote any other charitable purpose connected with or otherwise associated with the School.

The Foundation is registered with the Charity Commission for England and Wales (registration number 1073522). It is incorporated and registered in England and Wales under the Companies Act 2006 as a company limited by guarantee and not having a share capital (company number 3686309).

The constitution and principal objects of the Foundation, and the regulations concerning its management, are embodied in its Memorandum and Articles of Association dated 21 December 1998 (as amended on 1 July 2008) as lodged with the Registrar of Companies. The Trustees govern the charity in accordance with its Memorandum and Articles of Association. The Trustees ceased to be members of the Foundation when, on 1 July 2008, Sherborne School became the Foundation's sole corporate member. The charitable companies of Sherborne School and Sherborne School for Girls merged on 1 July 2024, to become the Sherborne Schools Group, and that company (formerly Sherborne School) is the Foundation's sole corporate member.

Trustees, Officers and Advisers

Details of Trustees, officers and advisers are set out on pages 1 and 2.

Appointment and re-appointment of Trustees

Trustees are elected by the Foundation Board once approval has been granted by the nominations and executive committees of the Foundation and after discussion with the Headmaster of Sherborne Boys. They are identified by existing Trustees or by the Head of the Foundation from former pupils, parents and past parents of Sherborne Boys who have expressed an interest in supporting the School and whose backgrounds and experience provide the balance of skills needed to guide and manage the affairs of the Foundation. In addition, the Governors of Sherborne School are entitled to nominate two Trustees. Candidates are considered by a nominations committee comprising the Chairman and two other Trustees and, where approved, their appointment is subject to confirmation by the full Board of Trustees.

Induction and training of Trustees

Induction for new Trustees is organised by the Head of the Foundation. In addition to knowledge gained through attendance at meetings, Trustees are provided with initial briefing material on their legal obligations under charity and company law and on the content of the Memorandum and Articles of Association. Guidance is also available to Trustees from the Foundation's advisers and from the officers of Sherborne Boys to help familiarise them with the aims of the Foundation and their statutory duties.

Organisational management

The Board of Trustees meets at least three times a year to determine strategy, set objectives and targets, agree policies and review progress. The day to day running of the Foundation is delegated to the Head of the Foundation, who operates from an office at Sherborne Boys and who carries out the policies of the Trustees as determined at meetings of the Board of Trustees, subject to the constraints of standing orders.

Principal funding sources

The principal funding sources for the charity are currently the alumni and parents of the School.

Risk management

The Board of Trustees assesses the risks facing the Foundation and reviews the effectiveness of the controls to monitor and manage the risks. A Risk Management Register is maintained and formally reviewed annually by the Board. The key controls used by the Foundation include:

- Formal agendas for all Board meetings
- Strategic planning, budgeting and management accounting
- Clear authorisation and approval levels

OBJECTIVES, AIMS AND ACTIVITIES FOR THE PUBLIC BENEFIT

The statutory objects of the Foundation are to promote the charitable purposes of Sherborne Boys in Dorset and to promote any other charitable purpose connected with or otherwise associated with the School.

All surpluses generated by the Foundation are donated to Sherborne Boys for a range of projects and initiatives which support the School in meeting its charitable, including public benefit, objectives and which are agreed with the Foundation's Trustees. Accordingly the Trustees confirm that they have complied with their duty under section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

In pursuance of its objectives the Foundation's continuing aim is to support Sherborne Boys through soliciting voluntary donations, primarily from former pupils and parents. Donations received by the Foundation may be restricted to purposes specified by donors or unrestricted, in which case the donations may be used for any purpose, including the Foundation's running costs, as determined by the Trustees.

The Foundation is engaged in a range of activities, principally:

- organising fundraising events, reunions, meetings and other receptions;
- the use of the telephone, email and mail for direct marketing;
- the production and publication of newsletters, guides, campaign literature and donation forms; and
- visits to potential and current supporters at their homes, mutually convenient locations and places of business.

Secondary activities include the management of voluntary income thus raised and liaising with the School to ensure the accurate application of these sums in line with the wishes of donors.

REVIEW OF ACHIEVEMENTS AND PERFORMANCE FOR THE YEAR

The Foundation supports Sherborne Boys through the funding of capital and other projects which underpin its charitable mission.

The principal focus for the Foundation during 2024-25 was development of the legacy giving group and supporting the School through the merger with Sherborne Girls.

PLANS FOR THE FUTURE

The merger has given the Foundation and the School an opportunity to review the ambition for the School and where philanthropy can best support the activities. It is envisaged that the Foundation will undertake its first Telethon for over ten years and review how to best support the School and the Group through philanthropy.

RELATED PARTY TRANSACTIONS AND CONNECTED ENTITIES

Details of related party transactions and connected entities are shown in notes 16 and 17 to the financial statements.

FINANCIAL REVIEW AND RESULTS FOR THE YEAR

The results for the year are set out in the statement of financial activities on page 11.

In the year ended 30 June 2025 the Foundation's income, after including the School's contribution towards running costs of £237,795 (2024: £174,820), was £505,870 (2024: £535,739) with the result that, after making donations to Sherborne Schools Group of £250,000 (2024: £250,000) and costs of £238,817 (2024: £179,442) there was a surplus of £17,053 (2024: £106,297).

At 30 June 2025 funds held amounted to £350,935 (2024: £333,882) which comprised unrestricted reserves of £156,453 (2024: £123,827) and restricted reserves of £194,482 (2024: £210,055).

RESERVES

At the end of the 2024/25 reporting period the Foundation held unrestricted funds of £156,453 and restricted funds of £194,482.

The Foundation's policy is that unrestricted reserves should not be accumulated from year to year and only retained until such time as suitable projects are identified and that any surpluses generated should be donated to Sherborne Boys in furtherance of its charitable objectives. However, to ensure its ability to continue operations during a period in which finance becomes limited the Foundation's policy is to retain 5% of the unrestricted fund or a minimum of £10,000.

The Foundation has not designated or otherwise committed any material funds at the end of the reporting period but is working with Sherborne Boys on a variety of potential projects which it is expecting to fund. As projects often take several years to come to fruition it is not possible to give a firm timescale within which unrestricted funds will be committed. However the Foundation expects that suitable projects will enable its unrestricted funds to be committed within five years.

There are currently no amounts that can be realised from the disposal of tangible fixed assets or programme related investments.

INVESTMENT POWERS, POLICY AND PERFORMANCE

The Foundation's investment powers, along with regulations concerning its management, are embodied in the Memorandum and Articles of Association.

All cash reserves are kept in short term investment accounts with minimal risk attached, accounts being agreed in advance by the Board of Trustees.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also directors of The Sherborne School Foundation for the purposes of company law) 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).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any 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 charitable company will continue in business.

STATEMENT OF TRUSTEES' RESPONSIBILITIES *(continued)*

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

So far as the Trustees are aware at the time the report is approved:

- There is no relevant audit information of which the company's auditors are unaware, and
- The Trustees have taken all steps that they ought to have taken to make themselves aware of the relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

Crowe U.K. LLP has indicated its willingness to continue in office and will be proposed for reappointment in accordance with section 485 of the Companies Act 2006. A resolution to reappoint Crowe U.K. LLP as the Foundation's auditor will be made at the Annual General Meeting.

The Report of the Trustees has been prepared in accordance with the provisions applicable to charitable companies entitled to the smaller charitable companies provisions in the Statement of Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019).

Approved by the Board of Trustees on 24/03/2026 and signed on their behalf by:

A J Small
Chairman

J D W Pocock
Trustee

Opinion

We have audited the financial statements of The Sherborne School Foundation for the year ended 30 June 2025 which comprise the Statement of Financial Activities incorporating the Income and Expenditure account, the Balance Sheet, the Statement of Cash Flows 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).

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 2025 and of the charitable company's net movement in funds, including the 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

In auditing the financial statements, we have concluded that the trustees' 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 material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company'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 trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information contained within the annual report. The other information comprises the information included in the 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.

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 this gives rise to a material misstatement in the financial statements themselves. 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 our audit:

- the information given in the trustees' report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In light of the 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 included within the trustees' 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
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemption in preparing the trustees' report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on pages 6 and 7, 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 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.

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. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We obtained an understanding of the legal and regulatory frameworks within which the company operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. The laws and regulations we considered in this context were the Companies Act 2006 and Taxation legislation.

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be the override of controls by management. Our audit procedures to respond to these risks included enquiries of management about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals and reviewing accounting estimates for biases.

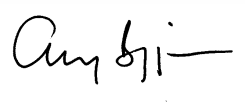
Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

These inherent limitations are particularly significant in the case of misstatement resulting from fraud as this may involve sophisticated schemes designed to avoid detection, including deliberate failure to record transactions, collusion or the provision of intentional misrepresentations.

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.

Use of our report

This report is made solely to the charitable company's member, 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 member 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.



Guy Biggin

Senior Statutory Auditor

For and on behalf of

Crowe U.K. LLP

Statutory Auditor

4th Floor St James House
St James Square
Cheltenham
GL50 3PR

25 March 2026

The Sherborne School Foundation

STATEMENT OF FINANCIAL ACTIVITIES
(Incorporating an Income and Expenditure Account)
for the year ended 30 June 2025

	Notes	Unrestricted Funds £	Restricted Funds £	2025 Total £	2024 Total £
Income					
Donations, legacies and grants	2b, 3	269,361	226,310	495,671	523,761
Other trading income	4	-	-	-	-
Investments	2b	4,582	5,617	10,199	11,978
Total income		**273,943**	**231,927**	**505,870**	**535,739**
Expenditure					
Costs of raising funds		128,520	-	128,520	88,049
Expenditure on charitable activities:					
Donations to Sherborne School	5	2,500	247,500	250,000	250,000
Operational costs	5	110,297	-	110,297	91,393
Total expenditure	2c	**241,317**	**247,500**	**488,817**	**429,442**
Net income/(expenditure) and net movement in funds before gains and losses on investments		**32,626**	**(15,573)**	**17,053**	**106,297**
Net gains/(losses) on investments		-	-	-	-
Net movement in funds		**32,626**	**(15,573)**	**17,053**	**106,297**
Reconciliation of funds					
Total funds brought forward		123,827	210,055	333,882	227,585
Total funds carried forward	13, 14	**156,453**	**194,482**	**350,935**	**333,882**

The full Statement of Financial Activities for the year ended 30 June 2024 is set out on page 12.

The notes on pages 15 to 25 form part of these financial statements.

The Sherborne School Foundation

STATEMENT OF FINANCIAL ACTIVITIES
(Incorporating an Income and Expenditure Account)
for the year ended 30 June 2025

Detailed Statement of Financial Activities for the year ended 30 June 2024:

	Notes	Unrestricted Funds £	Restricted Funds £	2024 Total £
Income				
Donations, legacies and grants	2b, 3	247,524	276,237	523,761
Investments	2b	4,636	7,342	11,978
Total income		**252,160**	**283,579**	**535,739**
Expenditure				
Costs of raising funds		88,049	-	88,049
Expenditure on charitable activities:				
Donations to Sherborne School	4	1,400	248,600	250,000
Operational costs	4	91,393	-	91,393
Total expenditure	2c	**180,842**	**248,600**	**429,442**
Net income and net movement in funds before gains and losses on investments		**71,318**	**34,979**	**106,297**
Net gains/(losses) on investments		-	-	-
Net movement in funds		**71,318**	**34,979**	**106,297**
Reconciliation of funds				
Total funds brought forward		52,509	175,076	227,585
Total funds carried forward	13, 14	**123,827**	**210,055**	**333,882**

The notes on pages 15 to 25 form part of these financial statements.

The Sherborne School Foundation

BALANCE SHEET
as at 30 June 2025

	Notes	2025 £	2024 £
Fixed assets			
Tangible assets	8	-	260
Investment assets	9	154,741	154,741
		154,741	155,001
Current assets			
Debtors	10	13,706	17,889
Cash at bank and in hand		191,637	170,252
		205,343	**188,141**
Creditors: amounts falling due within one year	11	**(9,149)**	**(9,260)**
Net current assets		**196,194**	**178,881**
Total net assets		**350,935**	**333,882**
The funds of the charity:			
Restricted funds	12	194,482	210,055
Unrestricted funds	12	156,453	123,827
Total charity funds		**350,935**	**333,882**

The financial statements were approved and authorised for issue by the Board on 24/03/2026 and signed on its behalf by:

A J Small
Chairman

J D W Pocock
Trustee

The notes on pages 15 to 25 form part of these financial statements.

The Sherborne School Foundation

STATEMENT OF CASHFLOWS

as at 30 June 2025

	Notes	2025 £	2024 £
Cash flows from operating activities:			
Net cash provided by operating activities	14	**21,385**	**105,874**
Cash flows from investing activities:			
Purchase of property, plant and equipment		-	-
Proceeds from sale of investments		-	-
Net cash provided by investing activities		-	-
Change in cash and cash equivalents in the reporting period		**21,385**	**105,874**
Cash and cash equivalents at the beginning of the reporting period		170,252	64,378
Cash and cash equivalents at the end of the reporting period		**191,637**	**170,252**
Cash and bank balances		**191,637**	**170,252**

The notes on pages 15 to 25 form part of these financial statements.

1. General Information

The Sherborne School Foundation ('the Company') is a charitable company limited by guarantee and not having a share capital, incorporated and registered in England and Wales under the Companies Act (company number 3686309) and registered with the Charity Commission for England and Wales (registration number 1073522).

The address of the Company's registered office and principal place of business is Sherborne Schools Group, Abbey Road, Sherborne, Dorset, DT9 3AP.

The Company's principal activity is to promote the charitable purposes of Sherborne Boys in Dorset and to promote any other charitable purpose connected with or otherwise associated with the School.

2. Accounting policies

(a) Accounting convention

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Companies Act 2006 and the 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) (Second Edition, effective 1 January 2019).

The financial statements have been prepared under the historic cost convention as modified by the revaluation of investments.

The financial statements have also been prepared on a going concern basis. In common with other Schools, the Sherborne School Foundation faces uncertainties arising from current economic and political conditions. After making due enquiries, including review of the latest financial data and future projections, the Trustees have a reasonable expectation that the Foundation has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing these financial statements.

(b) Income

Income received by way of donations and committed giving is taken into account in the period in which the income is received. All other income is accounted for on an accruals basis.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the charity that a distribution will be made, or when a distribution is made from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution.

Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Where monies are received which are refundable in the event that conditions attaching to the receipts of the monies are not met by the Foundation, such monies, together with related interest accruing to them, are treated as deferred income until the conditions have been met.

Donated services

Donated services are included as voluntary income and comprise amounts paid by Sherborne Boys towards fundraising and operating costs.

2. Accounting policies *(continued)*

(c) Expenditure

All expenses are accounted for on an accruals basis.

Costs of raising funds

Costs of raising funds includes all travel and meeting costs as well as design costs, 75% of the salary costs for the Head of the Foundation, 100% of the salary costs of temporary telephone campaign staff and 25% of the salary costs for the remaining Foundation staff.

Charitable activities

Charitable activities consist of donations paid to Sherborne Boys and the operational costs incurred in the general running of the charitable company.

Operational costs also include the costs associated with the constitutional and statutory requirements of the charitable company and this includes 25% of the salary costs for the Head of the Foundation and 75% of the salary costs for the remaining Foundation staff, plus the support costs.

(d) Taxation

The Foundation is a registered charity, and as such claims tax exemptions for all its United Kingdom income and gains, properly applied for its charitable purposes.

The Foundation is not registered for VAT, and as such all expenditure is shown inclusive of irrecoverable VAT.

(e) Pension contributions

The Foundation contributed to the School's defined contribution scheme on behalf of its employees. The amount charged in the income and expenditure account represents the contributions payable to the scheme in respect of the accounting period.

(f) Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less deprecation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Fixtures and fittings - 25% straight line

(g) Fixed asset investments

Listed investments are classified as financial instruments and valued at fair value, equivalent to bid price at the year end.

Changes in the valuation of listed investments during the year are shown as unrealised gains or losses. Gains and losses arising from the disposal of assets are disclosed as realised, being the difference between the sale proceeds and the market value at the beginning of the year.

(h) Funds

Restricted funds comprise income funds subject to specific trusts arising either from the donor's wishes or the terms of a particular fundraising initiative.

Unrestricted funds comprise the charity's funds, which are expendable at the discretion of the Trustees.

(i) Recognition of liabilities

Liabilities are recognised once there is a legal or constructive obligation that commits the charity to the obligation.

(j) 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.

3. Income from donations and legacies

	2025 £	2024 £
Donations		
Committed giving	45,635	61,271
Donations	211,741	206,670
Legacies	500	81,000
Grants received	-	-
Donation of services	237,795	174,820
	495,671	**523,761**

Included within donations above are total donations of £1,500 from 3 Trustees of The Sherborne School Foundation (2024: £2,103 from 4 Trustees).

4. Analysis of expenditure on charitable activities

	Staff Costs £	Donations to Sherborne School £	Support Costs £	Total £
Charitable Activities:				
Donation to Sherborne School	-	250,000	-	250,000
Operational costs	69,795	-	40,502	110,297
Total - year ended 30 June 2025	**69,795**	**250,000**	**40,502**	**360,297**

	Staff Costs £	Donations to Sherborne School £	Support Costs £	Total £
Charitable Activities:				
Donation to Sherborne School	-	250,000	-	250,000
Operational costs	48,736	-	42,657	91,393
Total - year ended 30 June 2024	**48,736**	**250,000**	**42,657**	**341,393**

5. Net income/(expenditure) for the year

This is stated after charging:

	2025	2024
	£	£
Depreciation	260	260
Auditor's remuneration for audit of the financial statements	3,600	6,480

6. Analysis of staff costs, trustees' remuneration and expenses and the cost of key management personnel

	2025	2024
	£	£
Gross salaries	130,853	100,921
Social security costs	15,653	10,864
Pension costs	9,514	6,460
	156,020	**118,245**

The number of higher paid employees was:

	2025	2024
	No.	No.
£70,000 - £80,000	-	1
£80,000 - £90,000	1	-

The calculation of staff costs for higher paid employees includes gross salary and benefits in kind.

The key management personnel of the charity comprise the Trustees and the Head of the Foundation. The total employee benefits of the key management personnel of the charity were £94k (2024: £88k), including benefits in kind, national insurance and pension contributions. The Trustees are unpaid.

None of the Trustees received any emoluments or expenses from the Foundation during the current or prior year.

7. Staff numbers

The average number of staff employed by the charity during the year was as follows:

	2025	2024
	No	No
Management staff	1	1
Administrative staff	2	2
	3	**3**

Included in the above numbers are 2 (2024: 2) part time employees.

8. Tangible fixed assets

	Fixtures and fittings £
Cost	
At 1 July 2024	1,039
Additions	-
Disposals	-
At 30 June 2025	1,039
Depreciation	
At 1 July 2024	779
Charge for the year	260
Disposals	-
At 30 June 2025	1,039
Net book value	
At 30 June 2025	-
At 30 June 2024	260

9. Investments

	2025 £
At 1 July 2024	154,741
Additions	-
Disposals at book value	-
Unrealised gain/(loss)	-
At 30 June 2025	154,741
Investments listed on the Stock Exchange	154,741
Historical cost	154,741

10. Debtors

	2025 £	2024 £
Tax recoverable	1,611	5,817
Other debtors	12,095	12,072
	13,706	**17,889**

11. Creditors: amounts falling due within one year

	2025 £	2024 £
Accruals	9,149	9,260

12. Analysis of movements in funds

	Balance at 1 July 2024	Income	Expenditure	Investment Gains/(losses)	Balance at 30 June 2025
	£	£	£	£	£
Restricted Funds:					
Academic Life	15,128	461	-	-	15,589
Andrew Yorke Sail Training Fund	2,886	1,062	(3,458)	-	490
Art Department	12,565	-	(12,565)	-	-
Boarding	36,337	1,108	-	-	37,445
Bursary Programme	3,006	13,621	(14,294)	-	2,333
Chapel Project	3,181	97	-	-	3,278
Drama – Northern Campus 2	6,784	746	-	-	7,530
Ed Moorhouse Fund	6,314	347	-	-	6,661
Extra Curricular	11	-	-	-	11
Foundation Fellows	28,147	7,448	-	-	35,595
FOS	355	19	-	-	374
Hardship Fund	78	26	(91)	-	13
Inspirational Speakers	22,733	2,967	-	-	25,700
Laser Cutter	912	105	-	-	1,017
Lyon House Fund	-	4,000	(4,000)	-	-
Music Master Class	330	10	-	-	340
Music Outreach	3,462	119	-	-	3,581
Music Studio Equipment	591	243	-	-	834
Northern Campus	3,062	3,706	-	-	6,768
Outward Bound Cottage	1,950	73	-	-	2,023
Sailing Centre	2,327	71	-	-	2,398
Sailing Project 2004	5,722	175	-	-	5,897
Sports Coaching/Elite	18,102	3,293	-	-	21,395
Sports Projects	33,683	191,752	(210,281)	-	15,154
Travel and Tour Bursary Fund	2,175	475	(2,594)	-	56
Upper Pavilion	214	3	(217)	-	-
	210,055	231,927	(247,500)	-	194,482
Unrestricted Fund:					
General Fund	123,827	273,943	(241,317)	-	156,453
Totals	**333,882**	**505,870**	**(488,817)**	**-**	**350,935**

12. Analysis of movements in funds *(continued)*

	Balance at 1 July 2023 £	Income £	Expenditure £	Investment Gains/(losses) £	Balance at 30 June 2024 £
Restricted Funds:					
Academic Life	14,578	550	-	-	15,128
Andrew Yorke Sail Training Fund	1,457	1,429	-	-	2,886
Art Department	12,565	-	-	-	12,565
Boarding	35,015	1,862	(540)	-	36,337
Bursary Programme	10,689	8,884	(16,567)	-	3,006
Chapel Project	3,065	116	-	-	3,181
Drama – Northern Campus 2	6,016	768	-	-	6,784
Ed Moorhouse Fund	5,935	379	-	-	6,314
Extra Curricular	11	-	-	-	11
Foundation Fellows	24,147	4,000	-	-	28,147
FOS	336	19	-	-	355
Hardship Fund	51	27	-	-	78
Inspirational Speakers	19,754	2,979	-	-	22,733
Laser Cutter	806	106	-	-	912
Music Master Class	318	12	-	-	330
Music Outreach	3,262	200	-	-	3,462
Music Studio Equipment	352	239	-	-	591
Northern Campus	10,318	4,514	(11,770)	-	3,062
Outward Bound Cottage	1,866	84	-	-	1,950
Sailing Centre	2,242	85	-	-	2,327
Sailing Project 2004	5,514	208	-	-	5,722
Sports Coaching/Elite	14,740	3,362	-	-	18,102
Sports Projects	133	253,273	(219,723)	-	33,683
Travel and Tour Bursary Fund	1,700	475	-	-	2,175
Upper Pavilion	206	8	-	-	214
	175,076	283,579	(248,600)	-	210,055
Unrestricted Fund:					
General Fund	52,509	252,160	(180,842)	-	123,827
Totals	**227,585**	**535,739**	**(429,442)**	**-**	**333,882**

12. Purposes of restricted funds

Academic Life

To aid through the Annual Fund academic projects within the School outlined within and beyond the Annual Fund brochure.

Andrew Yorke Sail Training Fund

For the promotion of sailing within the School by offering high quality sailors the chance to undertake instructor and racing courses to improve their skills. Dedicated in the name of Andrew Yorke, the former master in charge of sailing who died in 2005.

Art Department

To support the future development of the art department through facilities, equipment, staffing and other resources.

Boarding

To support the development and enhancement of boarding facilities within the School.

Bursary Programme

To widen access to Sherborne School through a programme of means tested bursaries.

Chapel Project

To aid in the refurbishment of the School Chapel and to develop the spiritual life of the School.

Drama – Northern Campus 2

To support the development of a specific drama space on the School campus.

Ed Moorhouse Fund

To support Sherborne's 'high flying' pupils to undertake enrichment courses which will help to develop their academic abilities in order to enhance applications to universities in the UK and overseas. Such pupils would also be encouraged to apply for Morehead-Cain Scholarships with Chapel Hill University of North Carolina. To also support other areas within the School that were undertaken by Ed Moorhouse (OS 1985-90) who died in 2006.

Extra Curricular

A fund to support extra curricular projects within the Annual Fund.

Foundation Fellows

To support and fund enrichment and teaching Fellows for the School.

Grand Piano

To support the purchase of a grand piano for the music department of the School.

Hardship Fund

To support pupils within the School who fall on hard financial times and whom the School would like to remain in the School until they complete a key stage of their education.

Inspirational Speakers

To support and fund inspirational speakers coming to the School to enrich and prepare the pupils for the wider and changing world beyond, and to enhance their academic education.

Laser Cutter

To aid in the funding of a laser cutter and other CNC equipment for design technology teaching and practice.

Music Master Class

To support music master classes within the School.

12. Purposes of restricted funds *(continued)*

Music Outreach

To provide the opportunity for local youngsters to have one instrumental music lesson each week during term time.

Music Projects

To aid the music department in the advancement of the teaching and performance of music.

Music Studio Equipment

To aid in the equipping of a music recording studio within the School.

Northern Campus

To aid in the funding of the School's plans for the redevelopment of the Northern Campus area of the School.

Outward Bound Cottage

Support for the proposed plan to provide a permanent facility as a base for the School's Outward Bound activities.

Personal Development Fund

To support the development of the business and personal skills development of boys within the School and develop their academic skills to a higher level. Primarily but not solely aimed at the development of other skills.

Sailing Centre

To support the development of sailing in the School.

Sailing Project 2004

To support the purchase of boats and other sailing equipment for the School Sailing Club from 2004 onwards.

Scholarships

To support and promote academic excellence at the School through the provision of scholarships.

Sports Coaching and Elite Sportsman Fund

To support the coaching of Sherborne School sport through additional coaching and conditioning across all sports and, where necessary, sports tours. In addition, to encourage and support elite sportsmen in the furtherance of their abilities.

Sport Projects

To support sport within the School including future development and promotion of sports facilities and the purchase of new equipment for the department.

Travel & Tour Bursary Fund

A fund for supporting those in the School who show a high level of achievement in the sports, arts or academic life of the School who deserve to go on School expeditions and trips but could not otherwise afford to do so. Funding can be given to candidates with the approval of the Headmaster.

Upper Pavilion

The fund is for the refurbishment and extension of the Upper Pavilion.

13. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total £
Fixed assets	154,741	-	154,741
Current assets	10,861	194,482	205,343
Current liabilities	(9,149)	-	(9,149)
Total at 30 June 2025	**156,453**	**194,482**	**350,935**

	Unrestricted Funds £	Restricted Funds £	Total £
Fixed assets	133,087	21,914	155,001
Current assets	-	188,141	188,141
Current liabilities	(9,260)	-	(9,260)
Total at 30 June 2024	**123,827**	**210,055**	**333,882**

14. Reconciliation of net movements in funds to net cash flow from operating activities

	2025 £	2024 £
Net movement in funds	17,053	106,297
Adjustment for:		
Depreciation	260	260
	17,313	106,557
Movements in working capital:		
(Increase)/decrease in debtors	4,183	(2,290)
Increase/(decrease) in creditors	(111)	1,607
Cash generated from/(used in) operations	21,385	105,874
Net cash provided by/(used in) operating activities	**21,385**	**105,874**

15. Related party transactions

Transactions between the company and its parent, Sherborne School, are disclosed below:

	2025 £'000	2024 £'000
Donations to parent	250	250
Donated services from parent	238	175

There were no other related or connected party transactions during the year.

16. Connected entities

As well as working to encourage giving in the UK, the Foundation has a sister organisation in the United States of America. The focus there is to help individuals to maximise the impact of their giving by providing tax efficient services and advice.

17. Pension

The contribution to the School's defined contribution scheme on behalf of three employees was £9,514 (2024: £6,460).

18. Ultimate parent undertaking and controlling party

The Foundation is a wholly owned subsidiary charity of Sherborne Schools Group, a company incorporated and registered in England and Wales. A copy of Sherborne Schools Group financial statements is available from its registered office at Abbey Road, Sherborne, Dorset, DT9 3LF.

THE SHERBORNE SCHOOL FOUNDATION

England & Wales - Charity number 1073522

Accounts

The Sherborne School Foundation

ANNUAL REPORT AND FINANCIAL STATEMENTS

for the year ended

30 June 2024

Registered Company Number: 3686309
Registered Charity Number: 1073522

The Sherborne School Foundation

REPORT AND FINANCIAL STATEMENTS
for the year ended 30 June 2024

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The Sherborne School Foundation

TRUSTEES, OFFICERS AND ADVISERS
for the year ended 30 June 2024

TRUSTEES AND DIRECTORS

The members of the Board of Trustees listed below are, for the purposes of company law, directors of the Foundation and, for the purposes of charity law, trustees of the Foundation.

All Trustees, unless otherwise stated, served throughout the year and, at the date of signing this report are:

A J Small (Chairman)
M L French
J A Carroll
A Kardooni
W S Paul
R E L Pittman
J D W Pocock (Sherborne School Governors' representative)
R S Powe
A J D Pralle (Sherborne School Governors' representative)
M M Ritchie
G N Smibert
M N B Thompson
R T de V Welchman
M J Whittell

HEAD OF THE FOUNDATION:

R M Hunt

SECRETARY:

P A Baker

REGISTERED OFFICE:

Sherborne Schools Group
Abbey Road
Sherborne
Dorset
DT9 3AP

ADVISERS

Auditor:

HaysMac LLP
10 Queen Street Place
London
EC4R 1AG

Bankers:

Lloyds Bank Plc
1st Floor
Sedgemoor House
Deansgate Avenue
Taunton
TA1 2UF

Solicitors:

Stone King LLP
13 Queen Square
Bath
BA1 2HJ

Investment advisers:

Cazenove Capital
Management Limited
12 Moorgate
London
EC2R 6DA

The Trustees of the Sherborne School Foundation present their annual report and audited financial statements for the year ended 30 June 2024 and confirm that they comply with the requirements of the Charities Act 2011, the Statement of Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019), the Companies Act 2006 and the Memorandum and Articles of Association of the Foundation.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Background and Constitution

The Foundation was established in 1998 to promote the charitable purposes of Sherborne School in Dorset and to promote any other charitable purpose connected with or otherwise associated with the School.

The Foundation is registered with the Charity Commission for England and Wales (registration number 1073522). It is incorporated and registered in England and Wales under the Companies Act 2006 as a company limited by guarantee and not having a share capital (company number 3686309).

The constitution and principal objects of the Foundation, and the regulations concerning its management, are embodied in its Memorandum and Articles of Association dated 21 December 1998 (as amended on 1 July 2008) as lodged with the Registrar of Companies. The Trustees govern the charity in accordance with its Memorandum and Articles of Association. The Trustees ceased to be members of the Foundation when, on 1 July 2008, Sherborne School became the Foundation's sole corporate member. The charitable companies of Sherborne School and Sherborne Girls merged to become the Sherborne Schools Group on 1 July 2024.

Trustees, Officers and Advisers

Details of Trustees, officers and advisers are set out on pages 1 and 2.

Appointment and re-appointment of Trustees

Trustees are elected by the Foundation Board once approval has been granted by the nominations and executive committees of the Foundation and after discussion with the Headmaster of Sherborne School. They are identified by existing Trustees or by the Head of the Foundation from former pupils, parents and past parents of Sherborne School who have expressed an interest in supporting the School and whose backgrounds and experience provide the balance of skills needed to guide and manage the affairs of the Foundation. In addition, the Governors of Sherborne School are entitled to nominate two Trustees. Candidates are considered by a nominations committee comprising the Chairman and two other Trustees and, where approved, their appointment is subject to confirmation by the full Board of Trustees.

Induction and training of Trustees

Induction for new Trustees is organised by the Head of the Foundation. In addition to knowledge gained through attendance at meetings, Trustees are provided with initial briefing material on their legal obligations under charity and company law and on the content of the Memorandum and Articles of Association. Guidance is also available to Trustees from the Foundation's advisers and from the officers of Sherborne School to help familiarise them with the aims of the Foundation and their statutory duties.

Organisational management

The Board of Trustees meets at least three times a year to determine strategy, set objectives and targets, agree policies and review progress. The day to day running of the Foundation is delegated to the Head of the Foundation, who operates from an office at Sherborne School and who carries out the policies of the Trustees as determined at meetings of the Board of Trustees, subject to the constraints of standing orders. The Board has established an executive sub-committee, comprising the Chairman and two Trustees which meets as and when necessary with the Head of the Foundation to deal with matters arising between formal meetings of the Board.

Principal funding sources

The principal funding sources for the charity are currently the alumni and parents of the School.

Risk management

The Board of Trustees assesses the risks facing the Foundation and reviews the effectiveness of the controls to monitor and manage the risks. A Risk Management Register is maintained and formally reviewed annually by the Board. The key controls used by the Foundation include:

- Formal agendas for all Board meetings
- Strategic planning, budgeting and management accounting
- Clear authorisation and approval levels

OBJECTIVES, AIMS AND ACTIVITIES FOR THE PUBLIC BENEFIT

The statutory objects of the Foundation are to promote the charitable purposes of Sherborne School in Dorset and to promote any other charitable purpose connected with or otherwise associated with the School.

All surpluses generated by the Foundation are donated to Sherborne School for a range of projects and initiatives which support the School in meeting its charitable, including public benefit, objectives and which are agreed with the Foundation's Trustees. Accordingly the Trustees confirm that they have complied with their duty under section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

In pursuance of its objectives the Foundation's continuing aim is to support Sherborne School through soliciting voluntary donations, primarily from former pupils and parents. Donations received by the Foundation may be restricted to purposes specified by donors or unrestricted, in which case the donations may be used for any purpose, including the Foundation's running costs, as determined by the Trustees.

The Foundation is engaged in a range of activities, principally:

- organising fundraising events, reunions, meetings and other receptions;
- the use of the telephone, email and mail for direct marketing;
- the production and publication of newsletters, guides, campaign literature and donation forms; and
- visits to potential and current supporters at their homes, mutually convenient locations and places of business.

Secondary activities include the management of voluntary income thus raised and liaising with the School to ensure the accurate application of these sums in line with the wishes of donors.

REVIEW OF ACHIEVEMENTS AND PERFORMANCE FOR THE YEAR

The Foundation supports Sherborne School through the funding of capital and other projects which underpin its charitable mission.

The principal focus for the Foundation during 2023-24 was the completion of the fundraising for the School's transformative new Sports Centre. The Centre was formally opened in June 2024 by the Lord Lieutenant of Dorset.

PLANS FOR THE FUTURE

The merger has given the Foundation and the School an opportunity to review the ambition for the School and where philanthropy can best support the activities. It is envisaged that 2024-25 will be a valuable year in planning and preparing for a new fundraising campaign.

RELATED PARTY TRANSACTIONS AND CONNECTED ENTITIES

Details of related party transactions and connected entities are shown in notes 16 and 17 to the financial statements.

FINANCIAL REVIEW AND RESULTS FOR THE YEAR

The results for the year are set out in the statement of financial activities on page 11.

In the year ended 30 June 2024 the Foundation's income, after including the School's contribution towards running costs of £174,820 (2023: £116,041), was £535,739 (2023: £666,739) with the result that, after making donations to Sherborne School of £250,000 (2023: £1,136,500) and costs of £179,442 (2023: £148,551) there was a surplus of £106,297 (2023: deficit of (£618,312)).

At 30 June 2024 funds held amounted to £333,882 (2023: £227,585) which comprised unrestricted reserves of £123,827 (2023: £52,509) and restricted reserves of £210,055 (2023: £175,076).

RESERVES

At the end of the 2023/24 reporting period the Foundation held unrestricted funds of £123,827 and restricted funds of £210,055.

The Foundation's policy is that unrestricted reserves should not be accumulated from year to year and only retained until such time as suitable projects are identified and that any surpluses generated should be donated to Sherborne School in furtherance of its charitable objectives. However, to ensure its ability to continue operations during a period in which finance becomes limited the Foundation's policy is to retain 5% of the unrestricted fund or a minimum of £10,000.

The Foundation has not designated or otherwise committed any material funds at the end of the reporting period but is working with Sherborne School on a variety of potential projects which it is expecting to fund. As projects often take several years to come to fruition it is not possible to give a firm timescale within which unrestricted funds will be committed. However the Foundation expects that suitable projects will enable its unrestricted funds to be committed within five years.

There are currently no amounts that can be realised from the disposal of tangible fixed assets or programme related investments.

INVESTMENT POWERS, POLICY AND PERFORMANCE

The Foundation's investment powers, along with regulations concerning its management, are embodied in the Memorandum and Articles of Association.

All cash reserves are kept in short term investment accounts with minimal risk attached, accounts being agreed in advance by the Board of Trustees.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also directors of The Sherborne School Foundation for the purposes of company law) 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).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any 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 charitable company will continue in business.

STATEMENT OF TRUSTEES' RESPONSIBILITIES *(continued)*

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

So far as the Trustees are aware at the time the report is approved:

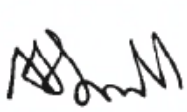
- There is no relevant audit information of which the company's auditors are unaware, and
- The Trustees have taken all steps that they ought to have taken to make themselves aware of the relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

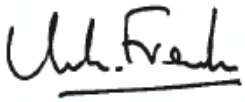
On 18 November 2024 the company's auditor changed its name from Haysmacintyre LLP to HaysMac LLP. HaysMac LLP have indicated their willingness to continue in office. A resolution to reappoint HaysMac LLP as the Foundation's auditor will be made at the Annual General Meeting.

The Report of the Trustees has been prepared in accordance with the provisions applicable to charitable companies entitled to the smaller charitable companies provisions in the Statement of Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019).

Approved by the Board of Trustees on 12 November 2024 and signed on their behalf by:



A J Small
Chairman



M L French
Trustee

Opinion

We have audited the financial statements of The Sherborne School Foundation for the year ended 30 June 2024 which comprise the Statement of Financial Activities incorporating the Income and Expenditure account, the Balance Sheet, the Statement of Cash Flows 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).

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 2024 and of the charitable company's net movement in funds, including the 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 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 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 trustees' 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 material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company'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 trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report of the Trustees. 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 Annual Report of the Trustees (which includes the directors' report prepared for the purposes of company law) for the financial year for which the financial statements are prepared is consistent with the financial statements; and

- the directors' report included within the Annual Report of the Trustees' has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the 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 Annual Report of the Trustees (which incorporates 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 by the charitable company; or
- the charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees for the financial statements

As explained more fully in the trustees' responsibilities statement set out on pages 6 and 7, 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 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.

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. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charitable company and the environment in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to Charity Commission's general guidance, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006, the Charities Act 2011, the Statement of Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019), the Memorandum and Articles of Association of the Foundation and consider other factors such as taxation.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries and management bias in accounting estimates and judgements. Audit procedures performed by the engagement team included:

- Inspecting correspondence with regulators and tax authorities;

- Discussions with management including consideration of known or suspected instances of non-compliance with laws and regulation and fraud;
- Evaluating management's controls designed to prevent and detect irregularities;
- Identifying and testing journals; using data analytics to focus on higher risk entries; and
- Challenging assumptions and judgements made by management in their critical accounting estimates.

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 auditor's report.

Use of our report

This report is made solely to the charitable company's member, 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 member 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 member, as a body, for our audit work, for this report, or for the opinions we have formed.



Lee Stokes (Senior Statutory Auditor)
For and on behalf of HaysMac LLP, Statutory Auditor
Date: 22 / 1 / 2025

10 Queen Street Place
London
EC4R 1AG

The Sherborne School Foundation

STATEMENT OF FINANCIAL ACTIVITIES
(Incorporating an Income and Expenditure Account)
for the year ended 30 June 2024

	Notes	Unrestricted Funds £	Restricted Funds £	2024 Total £	2023 Total £
Income					
Donations, legacies and grants	2b, 3	247,524	276,237	523,761	609,631
Other trading income	4	-	-	-	38,412
Investments	2b	4,636	7,342	11,978	18,696
Total income		**252,160**	**283,579**	**535,739**	**666,739**
Expenditure					
Costs of raising funds		88,049	-	88,049	81,588
Expenditure on charitable activities:					
Donations to Sherborne School	5	1,400	248,600	250,000	1,136,500
Operational costs	5	91,393	-	91,393	66,963
Total expenditure	2c	**180,842**	**248,600**	**429,442**	**1,285,051**
Net income/(expenditure) and net movement in funds before gains and losses on investments		**71,318**	**34,979**	**106,297**	**(618,312)**
Net gains/(losses) on investments		-	-	-	-
Net movement in funds		**71,318**	**34,979**	**106,297**	**(618,312)**
Reconciliation of funds					
Total funds brought forward		52,509	175,076	227,585	845,897
Total funds carried forward	13, 14	**123,827**	**210,055**	**333,882**	**227,585**

The full Statement of Financial Activities for the year ended 30 June 2023 is set out on page 12.

The notes on pages 15 to 25 form part of these financial statements.

The Sherborne School Foundation

STATEMENT OF FINANCIAL ACTIVITIES
(Incorporating an Income and Expenditure Account)
for the year ended 30 June 2024

Detailed Statement of Financial Activities for the year ended 30 June 2023:

	Notes	Unrestricted Funds £	Restricted Funds £	2023 Total £
Income				
Donations, legacies and grants	2b, 3	290,443	319,188	609,631
Other trading income	4	-	38,412	38,412
Investments	2b	7,570	11,126	18,696
Total income		**298,013**	**368,726**	**666,739**
Expenditure				
Costs of raising funds		81,588	-	81,588
Expenditure on charitable activities:				
Donations to Sherborne School	5	774,113	362,387	1,136,500
Operational costs	5	66,963	-	66,963
Total expenditure	2c	**922,664**	**362,387**	**1,285,051**
Net income and net movement in funds before gains and losses on investments		**(624,651)**	**6,339**	**(618,312)**
Net gains/(losses) on investments		-	-	-
Net movement in funds		**(624,651)**	**6,339**	**(618,312)**
Reconciliation of funds				
Total funds brought forward		677,160	168,737	845,897
Total funds carried forward	13, 14	**52,509**	**175,076**	**227,585**

The notes on pages 15 to 25 form part of these financial statements.

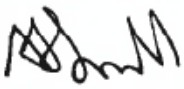
The Sherborne School Foundation

BALANCE SHEET

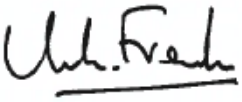
as at 30 June 2024

	Notes	2024 £	2023 £
Fixed assets			
Tangible assets	9	260	520
Investment assets	10	154,741	154,741
		155,001	155,261
Current assets			
Debtors	11	17,889	15,599
Cash at bank and in hand		170,252	64,378
		188,141	**79,977**
Creditors: amounts falling due within one year	12	**(9,260)**	**(7,653)**
Net current assets		**178,881**	**72,324**
Total net assets		**333,882**	**227,585**
The funds of the charity:			
Restricted funds	13	210,055	175,076
Unrestricted funds	13	123,827	52,509
Total charity funds		**333,882**	**227,585**

The financial statements were approved and authorised for issue by the Board on 12 November 2024 and signed on its behalf by:



A J Small
Chairman



M L French
Trustee

The notes on pages 15 to 25 form part of these financial statements.

The Sherborne School Foundation

STATEMENT OF CASHFLOWS

as at 30 June 2024

	Notes	2024 £	2023 £
Cash flows from operating activities:			
Net cash provided by/(used in) operating activities	15	**105,874**	**(566,767)**
Cash flows from investing activities:			
Purchase of property, plant and equipment		-	-
Proceeds from sale of investments		-	500,000
Net cash provided by/(used in) investing activities		**-**	**500,000**
Change in cash and cash equivalents in the reporting period		**105,874**	**(66,767)**
Cash and cash equivalents at the beginning of the reporting period		64,378	131,145
Cash and cash equivalents at the end of the reporting period		**170,252**	**64,378**
Cash and bank balances		**170,252**	**64,378**

The notes on pages 15 to 25 form part of these financial statements.

1. General Information

The Sherborne School Foundation ('the Company') is a charitable company limited by guarantee and not having a share capital, incorporated and registered in England and Wales under the Companies Act (company number 3686309) and registered with the Charity Commission for England and Wales (registration number 1073522).

The address of the Company's registered office and principal place of business is Sherborne Schools Group, Abbey Road, Sherborne, Dorset, DT9 3AP.

The Company's principal activity is to promote the charitable purposes of Sherborne School in Dorset and to promote any other charitable purpose connected with or otherwise associated with the School.

2. Accounting policies

(a) Accounting convention

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Companies Act 2006 and the 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) (Second Edition, effective 1 January 2019).

The financial statements have been prepared under the historic cost convention as modified by the revaluation of investments.

The financial statements have also been prepared on a going concern basis. In common with other Schools, the Sherborne School Foundation faces uncertainties arising from current economic and political conditions. After making due enquiries, including review of the latest financial data and future projections, the Trustees have a reasonable expectation that the Foundation has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing these financial statements.

(b) Income

Income received by way of donations and committed giving is taken into account in the period in which the income is received. All other income is accounted for on an accruals basis.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the charity that a distribution will be made, or when a distribution is made from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution.

Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Where monies are received which are refundable in the event that conditions attaching to the receipts of the monies are not met by the Foundation, such monies, together with related interest accruing to them, are treated as deferred income until the conditions have been met.

Donated services

Donated services are included as voluntary income and comprise amounts paid by Sherborne School towards fundraising and operating costs.

2. Accounting policies *(continued)*

(c) Expenditure

All expenses are accounted for on an accruals basis.

Costs of raising funds

Costs of raising funds includes all travel and meeting costs as well as design costs, 75% of the salary costs for the Head of the Foundation, 100% of the salary costs of temporary telephone campaign staff and 25% of the salary costs for the remaining Foundation staff.

Charitable activities

Charitable activities consist of donations paid to Sherborne School and the operational costs incurred in the general running of the charitable company.

Operational costs also include the costs associated with the constitutional and statutory requirements of the charitable company and this includes 25% of the salary costs for the Head of the Foundation and 75% of the salary costs for the remaining Foundation staff, plus the support costs.

(d) Taxation

The Foundation is a registered charity, and as such claims tax exemptions for all its United Kingdom income and gains, properly applied for its charitable purposes.

The Foundation is not registered for VAT, and as such all expenditure is shown inclusive of irrecoverable VAT.

(e) Pension contributions

The Foundation contributed to the School's defined contribution scheme on behalf of its employees. The amount charged in the income and expenditure account represents the contributions payable to the scheme in respect of the accounting period.

(f) Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less deprecation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Fixtures and fittings	-	25% straight line

(g) Fixed asset investments

Listed investments are classified as financial instruments and valued at fair value, equivalent to bid price at the year end.

Changes in the valuation of listed investments during the year are shown as unrealised gains or losses. Gains and losses arising from the disposal of assets are disclosed as realised, being the difference between the sale proceeds and the market value at the beginning of the year.

(h) Funds

Restricted funds comprise income funds subject to specific trusts arising either from the donor's wishes or the terms of a particular fundraising initiative.

Unrestricted funds comprise the charity's funds, which are expendable at the discretion of the Trustees.

(i) Recognition of liabilities

Liabilities are recognised once there is a legal or constructive obligation that commits the charity to the obligation.

(j) 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.

3. Income from donations and legacies

	2024	2023
	£	£
Donations		
Committed giving	61,271	69,261
Donations	206,670	264,329
Legacies	81,000	160,000
Grants received	-	-
Donation of services	174,820	116,041
	523,761	**609,631**

Included within donations above are total donations of £2,103 from 4 Trustees of The Sherborne School Foundation (2023: £22,350 from 6 Trustees).

4. Other trading income

	2024	2023
	£	£
Sports dinner tickets	-	33,775
Raffle tickets	-	4,637
	-	**38,412**

5. Analysis of expenditure on charitable activities

	Staff Costs	Donations to Sherborne School	Support Costs	Total
	£	£	£	£
Charitable Activities:				
Donation to Sherborne School	-	250,000	-	250,000
Operational costs	48,736	-	42,657	91,393
Total - year ended 30 June 2024	**48,736**	**250,000**	**42,657**	**341,393**

	Staff Costs	Donations to Sherborne School	Support Costs	Total
	£	£	£	£
Charitable Activities:				
Donation to Sherborne School	-	1,136,500	-	1,136,500
Operational costs	23,491	-	43,472	66,963
Total - year ended 30 June 2023	**23,491**	**1,136,500**	**43,472**	**1,203,463**

6. Net income/(expenditure) for the year

This is stated after charging:

	2024	2023
	£	£
Depreciation	260	260
Auditor's remuneration for audit of the financial statements	6,480	6,000
Fees payable to charity's auditors in respect of Corporation tax services	-	1,500

7. Analysis of staff costs, trustees' remuneration and expenses and the cost of key management personnel

	2024	2023
	£	£
Gross salaries	100,921	40,739
Social security costs	10,864	3,733
Pension costs	6,460	4,387
	118,245	**48,859**

The number of higher paid employees was:

	2024	2023
	No.	No.
£70,000 - £80,000	1	-

The calculation of staff costs for higher paid employees includes gross salary and benefits in kind.

The key management personnel of the charity comprise the Trustees and the Head of the Foundation. The total employee benefits of the key management personnel of the charity were £88k (2023: £26k), including benefits in kind, national insurance and pension contributions. The Trustees are unpaid.

None of the Trustees received any emoluments or expenses from the Foundation during the current or prior year.

8. Staff numbers

The average number of staff employed by the charity during the year was as follows:

	2024	2023
	No	No
Management staff	1	1
Administrative staff	2	2
	3	**3**

Included in the above numbers are 2 (2023: 2) part time employees.

9. Tangible fixed assets

	Fixtures and fittings £
Cost	
At 1 July 2023	1,039
Additions	-
Disposals	-
At 30 June 2024	1,039
Depreciation	
At 1 July 2023	519
Charge for the year	260
Disposals	-
At 30 June 2024	779
Net book value	
At 30 June 2024	260
At 30 June 2023	520

10. Investments

	2024 £
At 1 July 2023	154,741
Additions	-
Disposals at book value	-
Unrealised gain/(loss)	-
At 30 June 2024	154,741
Investments listed on the Stock Exchange	154,741
Historical cost	154,741

11. Debtors

	2024 **£**	**2023** **£**
Tax recoverable	5,817	805
Other debtors	12,072	14,794
	17,889	**15,599**

12. Creditors: amounts falling due within one year

	2024 **£**	**2023** **£**
Accruals	9,260	7,653

13. Analysis of movements in funds

	Balance at 1 July 2023	Income	Expenditure	Investment Gains/(losses)	Balance at 30 June 2024
	£	£	£	£	£
Restricted Funds:					
Academic Life	14,578	550	-	-	15,128
Andrew Yorke Sail Training Fund	1,457	1,429	-	-	2,886
Art Department	12,565	-	-	-	12,565
Boarding	35,015	1,862	(540)	-	36,337
Bursary Programme	10,689	8,884	(16,567)	-	3,006
Chapel Project	3,065	116	-	-	3,181
Drama – Northern Campus 2	6,016	768	-	-	6,784
Ed Moorhouse Fund	5,935	379	-	-	6,314
Extra Curricular	11	-	-	-	11
Foundation Fellows	24,147	4,000	-	-	28,147
FOS	336	19	-	-	355
Hardship Fund	51	27	-	-	78
Inspirational Speakers	19,754	2,979	-	-	22,733
Laser Cutter	806	106	-	-	912
Music Master Class	318	12	-	-	330
Music Outreach	3,262	200	-	-	3,462
Music Studio Equipment	352	239	-	-	591
Northern Campus	10,318	4,514	(11,770)	-	3,062
Outward Bound Cottage	1,866	84	-	-	1,950
Personal Development	-	-	-	-	-
Sailing Centre	2,242	85	-	-	2,327
Sailing Project 2004	5,514	208	-	-	5,722
Scholarships	-	-	-	-	-
Sports Coaching/Elite	14,740	3,362	-	-	18,102
Sports Projects	133	253,273	(219,723)	-	33,683
Travel and Tour Bursary Fund	1,700	475	-	-	2,175
Upper Pavilion	206	8	-	-	214
	175,076	283,579	(248,600)	-	210,055
Unrestricted Fund:					
General Fund	52,509	252,160	(180,842)	-	123,827
Totals	**227,585**	**535,739**	**(429,442)**	**-**	**333,882**

13. Analysis of movements in funds (*continued)*

	Balance at 1 July 2022	Income	Expenditure	Investment Gains/(losses)	Balance at 30 June 2023
	£	£	£	£	£
Restricted Funds:					
Academic Life	13,589	989	-	-	14,578
Andrew Yorke Sail Training Fund	25	1,432	-	-	1,457
Art Department	1,352	11,213	-	-	12,565
Boarding	32,640	2,375	-	-	35,015
Bursary Programme	1,605	9,084	-	-	10,689
Chapel Project	2,857	208	-	-	3,065
Drama – Northern Campus 2	5,083	933	-	-	6,016
Ed Moorhouse Fund	7,196	239	(1,500)	-	5,935
Extra Curricular	10	1	-	-	11
Foundation Fellows	20,147	4,000	-	-	24,147
FOS	317	19	-	-	336
Hardship Fund	25	26	-	-	51
Inspirational Speakers	16,142	3,612	-	-	19,754
Laser Cutter	676	130	-	-	806
Music Master Class	296	22	-	-	318
Music Outreach	2,966	296	-	-	3,262
Music Studio Equipment	109	243	-	-	352
Northern Campus	5,006	5,312	-	-	10,318
Outward Bound Cottage	1,726	140	-	-	1,866
Personal Development	5,887	-	(5,887)	-	-
Sailing Centre	2,090	152	-	-	2,242
Sailing Project 2004	5,140	374	-	-	5,514
Scholarships	-	-	-	-	-
Sports Coaching/Elite	11,188	3,552	-	-	14,740
Sports Projects	31,248	323,885	(355,000)	-	133
Travel and Tour Bursary Fund	1,225	475	-	-	1,700
Upper Pavilion	192	14	-	-	206
	168,737	368,726	(362,387)	-	175,076
Unrestricted Fund:					
General Fund	677,160	298,013	(922,664)	-	52,509
Totals	**845,897**	**666,739**	**(1,285,051)**	**-**	**227,585**

13. Purposes of restricted funds

Academic Life

To aid through the Annual Fund academic projects within the School outlined within and beyond the Annual Fund brochure.

Andrew Yorke Sail Training Fund

For the promotion of sailing within the School by offering high quality sailors the chance to undertake instructor and racing courses to improve their skills. Dedicated in the name of Andrew Yorke, the former master in charge of sailing who died in 2005.

Art Department

To support the future development of the art department through facilities, equipment, staffing and other resources.

Boarding

To support the development and enhancement of boarding facilities within the School.

Bursary Programme

To widen access to Sherborne School through a programme of means tested bursaries.

Chapel Project

To aid in the refurbishment of the School Chapel and to develop the spiritual life of the School.

Drama – Northern Campus 2

To support the development of a specific drama space on the School campus.

Ed Moorhouse Fund

To support Sherborne's 'high flying' pupils to undertake enrichment courses which will help to develop their academic abilities in order to enhance applications to universities in the UK and overseas. Such pupils would also be encouraged to apply for Morehead-Cain Scholarships with Chapel Hill University of North Carolina. To also support other areas within the School that were undertaken by Ed Moorhouse (OS 1985-90) who died in 2006.

Extra Curricular

A fund to support extra curricular projects within the Annual Fund.

Foundation Fellows

To support and fund enrichment and teaching Fellows for the School.

Grand Piano

To support the purchase of a grand piano for the music department of the School.

Hardship Fund

To support pupils within the School who fall on hard financial times and whom the School would like to remain in the School until they complete a key stage of their education.

Inspirational Speakers

To support and fund inspirational speakers coming to the School to enrich and prepare the pupils for the wider and changing world beyond, and to enhance their academic education.

Laser Cutter

To aid in the funding of a laser cutter and other CNC equipment for design technology teaching and practice.

Music Master Class

To support music master classes within the School.

13. Purposes of restricted funds *(continued)*

Music Outreach

To provide the opportunity for local youngsters to have one instrumental music lesson each week during term time.

Music Projects

To aid the music department in the advancement of the teaching and performance of music.

Music Studio Equipment

To aid in the equipping of a music recording studio within the School.

Northern Campus

To aid in the funding of the School's plans for the redevelopment of the Northern Campus area of the School.

Outward Bound Cottage

Support for the proposed plan to provide a permanent facility as a base for the School's Outward Bound activities.

Personal Development Fund

To support the development of the business and personal skills development of boys within the School and develop their academic skills to a higher level. Primarily but not solely aimed at the development of other skills.

Sailing Centre

To support the development of sailing in the School.

Sailing Project 2004

To support the purchase of boats and other sailing equipment for the School Sailing Club from 2004 onwards.

Scholarships

To support and promote academic excellence at the School through the provision of scholarships.

Sports Coaching and Elite Sportsman Fund

To support the coaching of Sherborne School sport through additional coaching and conditioning across all sports and, where necessary, sports tours. In addition, to encourage and support elite sportsmen in the furtherance of their abilities.

Sport Projects

To support sport within the School including future development and promotion of sports facilities and the purchase of new equipment for the department.

Travel & Tour Bursary Fund

A fund for supporting those in the School who show a high level of achievement in the sports, arts or academic life of the School who deserve to go on School expeditions and trips but could not otherwise afford to do so. Funding can be given to candidates with the approval of the Headmaster.

Upper Pavilion

The fund is for the refurbishment and extension of the Upper Pavilion.

14. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total £
Fixed assets	133,087	21,914	155,001
Current assets	-	188,141	188,141
Current liabilities	(9,260)	-	(9,260)
Total at 30 June 2024	**123,827**	**210,055**	**333,882**

	Unrestricted Funds £	Restricted Funds £	Total £
Fixed assets	60,162	95,099	155,261
Current assets	-	79,977	79,977
Current liabilities	(7,653)	-	(7,653)
Total at 30 June 2023	**52,509**	**175,076**	**227,585**

15. Reconciliation of net movements in funds to net cash flow from operating activities

	2024 £	2023 £
Net movement in funds	106,297	(618,312)
Adjustment for:		
Depreciation	260	260
	106,557	(618,052)
Movements in working capital:		
(Increase)/decrease in debtors	(2,290)	55,624
Increase/(decrease) in creditors	1,607	(4,339)
Cash generated from/(used in) operations	105,874	(566,767)
Net cash provided by/(used in) operating activities	**105,874**	**(566,767)**

16. Related party transactions

Transactions between the company and its parent, Sherborne School, are disclosed below:

	2024 £'000	2023 £'000
Donations to parent	250	1,137
Donated services from parent	175	116

There were no other related or connected party transactions during the year.

17. Connected entities

As well as working to encourage giving in the UK, the Foundation has a sister organisation in the United States of America. The focus there is to help individuals to maximise the impact of their giving by providing tax efficient services and advice.

18. Pension

The Foundation previously contributed to a defined contribution personal pension scheme on behalf of one of its employees. There was no pension cost charge for the year in respect of contributions payable by the charity to the scheme (2023: £2,889). The contribution to the School's defined contribution scheme on behalf of three employees was £6,460 (2023: £1,498).

19. Ultimate parent undertaking and controlling party

The Foundation is a wholly owned subsidiary charity of Sherborne Schools Group, a company incorporated and registered in England and Wales. A copy of Sherborne Schools Group financial statements is available from its registered office at Abbey Road, Sherborne, Dorset, DT9 3LF.

THE SHERBORNE SCHOOL FOUNDATION

England & Wales - Charity number 1073522

Accounts

The Sherborne School Foundation

ANNUAL REPORT AND FINANCIAL STATEMENTS

for the year ended

30 June 2023

Registered Company Number: 3686309
Registered Charity Number: 1073522

The Sherborne School Foundation

REPORT AND FINANCIAL STATEMENTS
for the year ended 30 June 2023

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Registered Company Number: 3686309
Registered Charity Number: 1073522

The Sherborne School Foundation

TRUSTEES, OFFICERS AND ADVISERS
for the year ended 30 June 2023

TRUSTEES AND DIRECTORS

The members of the Board of Trustees listed below are, for the purposes of company law, directors of the Foundation and, for the purposes of charity law, trustees of the Foundation.

All Trustees, unless otherwise stated, served throughout the year and, at the date of signing this report are:

A J Small (Chairman)
M L French (Sherborne School Governors' representative until 31 December 2022)
J A Carroll
M E Hatchard (resigned 16 March 2023)
G A Hudson (Sherborne School Governors' representative until 3 October 2022; resigned 3 October 2022)
A Kardooni
A C Lane (resigned 3 October 2022)
W S Paul
J D Paulson-Ellis (resigned 3 October 2022)
R E L Pittman
J D W Pocock (Sherborne School Governors' representative from 18 March 2023)
R S Powe
A J D Pralle (Sherborne School Governors' representative from 18 March 2023)
M M Ritchie
M E Slade (resigned 3 October 2022)
G N Smibert
M N B Thompson
R T de V Welchman
M J Whittell

HEAD OF THE FOUNDATION:

A P Ballard (resigned 28 October 2022)
R M Hunt (appointed 21 August 2023)

SECRETARY:

A P Ballard (resigned 28 October 2022)
P A Baker (appointed 28 October 2022)

REGISTERED OFFICE:

Sherborne School
Abbey Road
Sherborne
Dorset
DT9 3AP

ADVISERS

Auditor:

Haysmacintyre LLP
10 Queen Street Place
London
EC4R 1AG

Bankers:

Lloyds Bank Plc
1st Floor
Sedgemoor House
Deansgate Avenue
Taunton
TA1 2UF

Solicitors:

Stone King LLP
13 Queen Square
Bath
BA1 2HJ

Investment advisers:

Cazenove Capital
Management Limited
12 Moorgate
London
EC2R 6DA

The Trustees of the Sherborne School Foundation present their annual report and audited financial statements for the year ended 30 June 2023 and confirm that they comply with the requirements of the Charities Act 2011, the Statement of Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019), the Companies Act 2006 and the Memorandum and Articles of Association of the Foundation.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Background and Constitution

The Foundation was established in 1998 to promote the charitable purposes of Sherborne School in Dorset and to promote any other charitable purpose connected with or otherwise associated with the School.

The Foundation is registered with the Charity Commission for England and Wales (registration number 1073522). It is incorporated and registered in England and Wales under the Companies Act 2006 as a company limited by guarantee and not having a share capital (company number 3686309).

The constitution and principal objects of the Foundation, and the regulations concerning its management, are embodied in its Memorandum and Articles of Association dated 21 December 1998 (as amended on 1 July 2008) as lodged with the Registrar of Companies. The Trustees govern the charity in accordance with its Memorandum and Articles of Association. The Trustees ceased to be members of the Foundation when, on 1 July 2008, Sherborne School became the Foundation's sole corporate member.

Trustees, Officers and Advisers

Details of Trustees, officers and advisers are set out on pages 1 and 2.

Appointment and re-appointment of Trustees

Trustees are elected by the Foundation Board once approval has been granted by the nominations and executive committees of the Foundation and after discussion with the Headmaster of Sherborne School. They are identified by existing Trustees or by the Head of the Foundation from former pupils, parents and past parents of Sherborne School who have expressed an interest in supporting the School and whose backgrounds and experience provide the balance of skills needed to guide and manage the affairs of the Foundation. In addition, the Governors of Sherborne School are entitled to nominate two Trustees. Candidates are considered by a nominations committee comprising the Chairman and two other Trustees and, where approved, their appointment is subject to confirmation by the full Board of Trustees.

Induction and training of Trustees

Induction for new Trustees is organised by the Head of the Foundation. In addition to knowledge gained through attendance at meetings, Trustees are provided with initial briefing material on their legal obligations under charity and company law and on the content of the Memorandum and Articles of Association. Guidance is also available to Trustees from the Foundation's advisers and from the officers of Sherborne School to help familiarise them with the aims of the Foundation and their statutory duties.

Organisational management

The Board of Trustees meets at least three times a year to determine strategy, set objectives and targets, agree policies and review progress. The day to day running of the Foundation is delegated to the Head of the Foundation, who operates from an office at Sherborne School and who carries out the policies of the Trustees as determined at meetings of the Board of Trustees, subject to the constraints of standing orders. The Board has established an executive sub-committee, comprising the Chairman and two Trustees which meets as and when necessary with the Head of the Foundation to deal with matters arising between formal meetings of the Board.

Principal funding sources

The principal funding sources for the charity are currently the alumni and parents of the School.

Risk management

The Board of Trustees assesses the risks facing the Foundation and reviews the effectiveness of the controls to monitor and manage the risks. A Risk Management Register is maintained and formally reviewed annually by the Board. The key controls used by the Foundation include:

- Formal agendas for all Board meetings
- Strategic planning, budgeting and management accounting
- Clear authorisation and approval levels

OBJECTIVES, AIMS AND ACTIVITIES FOR THE PUBLIC BENEFIT

The statutory objects of the Foundation are to promote the charitable purposes of Sherborne School in Dorset and to promote any other charitable purpose connected with or otherwise associated with the School.

All surpluses generated by the Foundation are donated to Sherborne School for a range of projects and initiatives which support the School in meeting its charitable, including public benefit, objectives and which are agreed with the Foundation's Trustees. Accordingly the Trustees confirm that they have complied with their duty under section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

In pursuance of its objectives the Foundation's continuing aim is to support Sherborne School through soliciting voluntary donations, primarily from former pupils and parents. Donations received by the Foundation may be restricted to purposes specified by donors or unrestricted, in which case the donations may be used for any purpose, including the Foundation's running costs, as determined by the Trustees.

The Foundation is engaged in a range of activities, principally:

- organising fundraising events, reunions, meetings and other receptions;
- the use of the telephone, email and mail for direct marketing;
- the production and publication of newsletters, guides, campaign literature and donation forms; and
- visits to potential and current supporters at their homes, mutually convenient locations and places of business.

Secondary activities include the management of voluntary income thus raised and liaising with the School to ensure the accurate application of these sums in line with the wishes of donors. We also support the work of the Old Shirburnian Society and its efforts to engage OS with the School. We are involved in the creation and management of the Sherborne International (College) Alumni Association with the specific long term aim of garnering philanthropic support for the Foundation.

REVIEW OF ACHIEVEMENTS AND PERFORMANCE FOR THE YEAR

The Foundation supports Sherborne School through the funding of capital and other projects which underpin its charitable mission.

The principal focus for the Foundation during 2022-23 was the completion of the fundraising for the School's transformative new Sports Centre.

The Foundation undertook Sherborne's first ever Giving Day in June, which saw £105,000 raised through support, from 331 people. The whole School got into the spirit with superb efforts from the boys competing for their Houses on rowing machines and static bikes.

In September the Foundation hosted a fundraising dinner in London attended by over 200 people. Very sadly the event was tempered by the death of Her Majesty the Queen on the afternoon of the dinner, and as a result the dinner was a more sombre affair.

October saw a hiatus in the leadership of the Foundation with the resignation of Adrian Ballard who had led the Foundation so effectively for almost 20 years.

Whilst recruitment for the next Head of the Foundation was underway, the team continued to firm up pledges to the Sports Centre campaign.

The amounts the Foundation has raised through these activities have enabled it during the year to:

- Part fund the new Sports Centre Development.
- Finance several smaller projects including the growth of the Duke of Edinburgh Award Scheme and Academic Enrichment.

In addition, the Foundation has received donations towards a number of further projects, which it is committed to finance as soon as sufficient funds have been raised.

PLANS FOR THE FUTURE

The Foundation will continue to raise funds for the completion of the Sports Centre. In tandem with this the Trustees will work with the School to develop the Foundation's next focus and will develop philanthropy within the School community to support the School in the areas in which it can have the greatest impact in delivering its mission.

RELATED PARTY TRANSACTIONS AND CONNECTED ENTITIES

Details of related party transactions and connected entities are shown in notes 16 and 17 to the financial statements.

FINANCIAL REVIEW AND RESULTS FOR THE YEAR

The results for the year are set out in the statement of financial activities on page 11.

In the year ended 30 June 2022 the Foundation's income, after including the School's contribution towards running costs of £116,041 (2022: £255,917), was £666,739 (2022: £1,017,480) with the result that, after making donations to Sherborne School of £1,136,500 (2022: £678,761) and costs of £148,551 (2022: £211,282) there was a deficit of (£618,312) (2022: surplus of £127,437).

At 30 June 2023 funds held amounted to £227,585 (2022: £845,897) which comprised unrestricted reserves of £52,509 (2022: £677,160) and restricted reserves of £175,076 (2022: £168,737).

RESERVES

At the end of the 2022/23 reporting period the Foundation held unrestricted funds of £52,509 and restricted funds of £175,076.

The Foundation's policy is that unrestricted reserves should not be accumulated from year to year and only retained until such time as suitable projects are identified and that any surpluses generated should be donated to Sherborne School in furtherance of its charitable objectives. However, to ensure its ability to continue operations during a period in which finance becomes limited the Foundation's policy is to retain 5% of the unrestricted fund or a minimum of £10,000.

The Foundation has not designated or otherwise committed any material funds at the end of the reporting period but is working with Sherborne School on a variety of potential projects which it is expecting to fund. As projects often take several years to come to fruition it is not possible to give a firm timescale within which unrestricted funds will be committed. However the Foundation expects that suitable projects will enable its unrestricted funds to be committed within five years.

There are currently no amounts that can be realised from the disposal of tangible fixed assets or programme related investments.

INVESTMENT POWERS, POLICY AND PERFORMANCE

The Foundation's investment powers, along with regulations concerning its management, are embodied in the Memorandum and Articles of Association.

All cash reserves are kept in short term investment accounts with minimal risk attached, accounts being agreed in advance by the Board of Trustees.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also directors of The Sherborne School Foundation for the purposes of company law) 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).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any 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 charitable company will continue in business.

STATEMENT OF TRUSTEES' RESPONSIBILITIES *(continued)*

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

So far as the Trustees are aware at the time the report is approved:

- There is no relevant audit information of which the company's auditors are unaware, and
- The Trustees have taken all steps that they ought to have taken to make themselves aware of the relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

Haysmacintyre LLP have indicated their willingness to continue in office. A resolution to reappoint Haysmacintyre LLP as the Foundation's auditor will be made at the Annual General Meeting.

The Report of the Trustees has been prepared in accordance with the provisions applicable to charitable companies entitled to the smaller charitable companies provisions in the Statement of Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019).

Approved by the Board of Trustees on 22 November 2023 and signed on their behalf by:

A J Small
Chairman

M L French
Trustee

Opinion

We have audited the financial statements of The Sherborne School Foundation for the year ended 30 June 2023 which comprise the Statement of Financial Activities incorporating the Income and Expenditure account, the Balance Sheet, the Statement of Cash Flows 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).

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 2023 and of the charitable company's net movement in funds, including the 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 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 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 trustees' 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 material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company'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 trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report of the Trustees. 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 Annual Report of the Trustees (which includes the directors' report prepared for the purposes of company law) for the financial year for which the financial statements are prepared is consistent with the financial statements; and

- the directors' report included within the Annual Report of the Trustees' has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the 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 Annual Report of the Trustees (which incorporates 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 by the charitable company; or
- the charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees for the financial statements

As explained more fully in the trustees' responsibilities statement set out on pages 6 and 7, 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 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.

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. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charitable company and the environment in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to Charity Commission's general guidance, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006, the Charities Act 2011, the Statement of Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019), the Memorandum and Articles of Association of the Foundation and consider other factors such as taxation.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries and management bias in accounting estimates and judgements. Audit procedures performed by the engagement team included:

- Inspecting correspondence with regulators and tax authorities;

- Discussions with management including consideration of known or suspected instances of non-compliance with laws and regulation and fraud;
- Evaluating management's controls designed to prevent and detect irregularities;
- Identifying and testing all journals; using data analytics to focus on higher risk entries; and
- Challenging assumptions and judgements made by management in their critical accounting estimates.

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 auditor's report.

Use of our report

This report is made solely to the charitable company's member, 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 member 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 member, as a body, for our audit work, for this report, or for the opinions we have formed.



Lee Stokes (Senior Statutory Auditor)
For and on behalf of Haysmacintyre LLP, Statutory Auditor
Date: 13 December 2023

10 Queen Street Place
London
EC4R 1AG

The Sherborne School Foundation

STATEMENT OF FINANCIAL ACTIVITIES
(Incorporating an Income and Expenditure Account)
for the year ended 30 June 2023

	Notes	Unrestricted Funds £	Restricted Funds £	2023 Total £	2022 Total £
Income					
Donations, legacies and grants	2b, 3	290,443	319,188	609,631	1,016,227
Other trading income	4	-	38,412	38,412	-
Investments	2b	7,570	11,126	18,696	1,253
Total income		**298,013**	**368,726**	**666,739**	**1,017,480**
Expenditure					
Costs of raising funds		81,588	-	81,588	124,004
Expenditure on charitable activities:					
Donations to Sherborne School	5	774,113	362,387	1,136,500	678,761
Operational costs	5	66,963	-	66,963	87,278
Total expenditure	2c	**922,664**	**362,387**	**1,285,051**	**890,043**
Net income/(expenditure) and net movement in funds before gains and losses on investments		**(624,651)**	**6,339**	**(618,312)**	**127,437**
Net gains/(losses) on investments		-	-	-	-
Net movement in funds		**(624,651)**	**6,339**	**(618,312)**	**127,437**
Reconciliation of funds					
Total funds brought forward		677,160	168,737	845,897	718,460
Total funds carried forward	13, 14	**52,509**	**175,076**	**227,585**	**845,897**

The full Statement of Financial Activities for the year ended 30 June 2022 is set out on page 12.

The notes on pages 15 to 25 form part of these financial statements.

The Sherborne School Foundation

STATEMENT OF FINANCIAL ACTIVITIES
(Incorporating an Income and Expenditure Account)
for the year ended 30 June 2023

Detailed Statement of Financial Activities for the year ended 30 June 2022:

	Notes	Unrestricted Funds £	Restricted Funds £	2022 Total £
Income				
Donations, legacies and grants	2b, 3	287,335	728,892	1,016,227
Investments	2b	832	421	1,253
Total income		**288,167**	**729,313**	**1,017,480**
Expenditure				
Costs of raising funds		124,004	-	124,004
Expenditure on charitable activities:				
Donations to Sherborne School	5	-	678,761	678,761
Operational costs	5	87,278	-	87,278
Total expenditure	2c	**211,282**	**678,761**	**890,043**
Net income and net movement in funds before gains and losses on investments		**76,885**	**50,552**	**127,437**
Net gains/(losses) on investments		-	-	-
Net movement in funds		**76,885**	**50,552**	**127,437**
Reconciliation of funds				
Total funds brought forward		600,275	118,185	718,460
Total funds carried forward	13, 14	**677,160**	**168,737**	**845,897**

The notes on pages 15 to 25 form part of these financial statements.

The Sherborne School Foundation

BALANCE SHEET

as at 30 June 2023

	Notes	2023 £	2022 £
Fixed assets			
Tangible assets	9	520	780
Investment assets	10	154,741	654,741
		155,261	655,521
Current assets			
Debtors	11	15,599	71,223
Cash at bank and in hand		64,378	131,145
		79,977	**202,368**
Creditors: amounts falling due within one year	12	**(7,653)**	**(11,992)**
Net current assets		**72,324**	**190,376**
Total net assets		**227,585**	**845,897**
The funds of the charity:			
Restricted funds	13	175,076	168,737
Unrestricted funds	13	52,509	677,160
Total charity funds		**227,585**	**845,897**

The financial statements were approved and authorised for issue by the Board on 22nd December 2023 and signed on its behalf by:

A J Small
Chairman

M L French
Trustee

The notes on pages 15 to 25 form part of these financial statements.

The Sherborne School Foundation

STATEMENT OF CASHFLOWS

as at 30 June 2023

	Notes	2023 £	2022 £
Cash flows from operating activities:			
Net cash provided by/(used in) operating activities	15	**(566,767)**	**66,620**
Cash flows from investing activities:			
Purchase of property, plant and equipment		-	(1,039)
Proceeds from sale of investments		500,000	-
Net cash provided by/(used in) investing activities		**500,000**	**(1,039)**
Change in cash and cash equivalents in the reporting period		**(66,767)**	**65,581**
Cash and cash equivalents at the beginning of the reporting period		131,145	65,564
Cash and cash equivalents at the end of the reporting period		**64,378**	**131,145**
Cash and bank balances		**64,378**	**131,145**

The notes on pages 15 to 25 form part of these financial statements.

1. General Information

The Sherborne School Foundation ('the Company') is a charitable company limited by guarantee and not having a share capital, incorporated and registered in England and Wales under the Companies Act (company number 3686309) and registered with the Charity Commission for England and Wales (registration number 1073522).

The address of the Company's registered office and principal place of business is Sherborne School, Abbey Road, Sherborne, Dorset, DT9 3AP.

The Company's principal activity is to promote the charitable purposes of Sherborne School in Dorset and to promote any other charitable purpose connected with or otherwise associated with the School.

2. Accounting policies

(a) Accounting convention

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Companies Act 2006 and the 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) (Second Edition, effective 1 January 2019).

The financial statements have been prepared under the historic cost convention as modified by the revaluation of investments.

The financial statements have also been prepared on a going concern basis. In common with other Schools, the Sherborne School Foundation faces uncertainties arising from current economic and political conditions. After making due enquiries, including review of the latest financial data and future projections, the Trustees have a reasonable expectation that the Foundation has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing these financial statements.

(b) Income

Income received by way of donations and committed giving is taken into account in the period in which the income is received. All other income is accounted for on an accruals basis.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the charity that a distribution will be made, or when a distribution is made from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution.

Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Where monies are received which are refundable in the event that conditions attaching to the receipts of the monies are not met by the Foundation, such monies, together with related interest accruing to them, are treated as deferred income until the conditions have been met.

Donated services

Donated services are included as voluntary income and comprise amounts paid by Sherborne School towards fundraising and operating costs.

Government grants

The charity was in receipt of grant income under the Government's Coronavirus Job Retention Scheme (CJRS), which was recognised as income on a systematic basis over the period in which the charity recognised the related salary costs the grant was intended to compensate.

2. Accounting policies *(continued)*

(c) Expenditure

All expenses are accounted for on an accruals basis.

Costs of raising funds

Costs of raising funds includes all travel and meeting costs as well as design costs, 75% of the salary costs for the Head of the Foundation, 100% of the salary costs of temporary telephone campaign staff and 25% of the salary costs for the remaining Foundation staff.

Charitable activities

Charitable activities consist of donations paid to Sherborne School and the operational costs incurred in the general running of the charitable company.

Operational costs also include the costs associated with the constitutional and statutory requirements of the charitable company and this includes 25% of the salary costs for the Head of the Foundation and 75% of the salary costs for the remaining Foundation staff, plus the support costs.

(d) Taxation

The Foundation is a registered charity, and as such claims tax exemptions for all its United Kingdom income and gains, properly applied for its charitable purposes.

The Foundation is not registered for VAT, and as such all expenditure is shown inclusive of irrecoverable VAT.

(e) Pension contributions

The Foundation contributed to a personal pension scheme on behalf of one of its employees and makes contributions to the School's defined contribution scheme on behalf of other employees. The amount charged in the income and expenditure account represents the contributions payable to the schemes in respect of the accounting period.

(f) Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less deprecation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Fixtures and fittings	-	25% straight line

(g) Fixed asset investments

Listed investments are classified as financial instruments and valued at fair value, equivalent to bid price at the year end.

Changes in the valuation of listed investments during the year are shown as unrealised gains or losses. Gains and losses arising from the disposal of assets are disclosed as realised, being the difference between the sale proceeds and the market value at the beginning of the year.

(h) Funds

Restricted funds comprise income funds subject to specific trusts arising either from the donor's wishes or the terms of a particular fundraising initiative.

Unrestricted funds comprise the charity's funds, which are expendable at the discretion of the Trustees.

(i) Recognition of liabilities

Liabilities are recognised once there is a legal or constructive obligation that commits the charity to the obligation.

(j) 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.

3. Income from donations and legacies

	2023	2022
	£	£
Donations		
Committed giving	69,261	91,809
Donations	264,329	633,460
Legacies	160,000	35,674
Grants received	-	(633)
Donation of services	116,041	255,917
	609,631	**1,016,227**

Included within donations above are total donations of £22,350 from 6Trustees of The Sherborne School Foundation (2022: £197,400 from 9 Trustees).

4. Other trading income

	2023	2022
	£	£
Sports dinner tickets	33,775	-
Raffle tickets	4,637	-
	38,412	**-**

5. Analysis of expenditure on charitable activities

	Staff Costs	Donations to Sherborne School	Support Costs	Total
	£	£	£	£
Charitable Activities:				
Donation to Sherborne School	-	1,136,500	-	1,136,500
Operational costs	23,491	-	43,472	66,963
Total - year ended 30 June 2023	**23,491**	**1,136,500**	**43,472**	**1,203,463**

	Staff Costs	Donations to Sherborne School	Support Costs	Total
	£	£	£	£
Charitable Activities:				
Donation to Sherborne School	-	678,761	-	678,761
Operational costs	41,192	-	46,086	87,278
Total - year ended 30 June 2022	**41,192**	**678,761**	**46,086**	**766,039**

6. Net income/(expenditure) for the year

This is stated after charging:

	2023	2022
	£	£
Depreciation	260	259
Auditor's remuneration for audit of the financial statements	6,000	5,400
Fees payable to charity's auditors in respect of Corporation tax services	1,500	-

7. Analysis of staff costs, trustees' remuneration and expenses and the cost of key management personnel

	2023	2022
	£	£
Gross salaries	40,739	97,444
Social security costs	3,733	9,071
Pension costs	4,387	10,111
	48,859	**116,626**

The number of higher paid employees was:

	2023	2022
	No.	No.
£60,000 - £70,000	-	1

The calculation of staff costs for higher paid employees includes gross salary and benefits in kind.

The Foundation contributed £3k (2022: £8k) to the personal pension scheme of 1 higher paid employee.

The key management personnel of the charity comprise the Trustees and the Head of the Foundation. The total employee benefits of the key management personnel of the charity were £26k (2022: £76k), including benefits in kind, national insurance and pension contributions. The Trustees are unpaid.

None of the Trustees received any emoluments or expenses from the Foundation during the current or prior year.

8. Staff numbers

The average number of staff employed by the charity during the year was as follows:

	2023	2022
	No	No
Management staff	1	1
Administrative staff	2	2
Telephone campaign (temporary) staff	-	3
	3	**6**

Included in the above numbers are 2 (2022: 5) part time employees.

9. Tangible fixed assets

	Fixtures and fittings £
Cost	
At 1 July 2022	1,039
Additions	-
Disposals	-
At 30 June 2023	1,039
Depreciation	
At 1 July 2022	259
Charge for the year	260
Disposals	-
At 30 June 2023	519
Net book value	
At 30 June 2023	520
At 30 June 2022	780

10. Investments

	2023 £
At 1 July 2022	654,741
Additions	-
Disposals at book value	(500,000)
Unrealised gain/(loss)	-
At 30 June 2023	154,741
Investments listed on the Stock Exchange	154,741
Historical cost	154,741

11. Debtors

	2023 £	2022 £
Tax recoverable	805	20,490
Other debtors	14,794	50,733
	15,599	**71,223**

12. Creditors: amounts falling due within one year

	2023 £	2022 £
Accruals	7,653	11,992

13. Analysis of movements in funds

	Balance at 1 July 2022	Income	Expenditure	Investment Gains/(losses)	Balance at 30 June 2023
	£	£	£	£	£
Restricted Funds:					
Academic Life	13,589	989	-	-	14,578
Andrew Yorke Sail Training Fund	25	1,432	-	-	1,457
Art Department	1,352	11,213	-	-	12,565
Boarding	32,640	2,375	-	-	35,015
Bursary Programme	1,605	9,084	-	-	10,689
Chapel Project	2,857	208	-	-	3,065
Drama – Northern Campus 2	5,083	933	-	-	6,016
Ed Moorhouse Fund	7,196	239	(1,500)	-	5,935
Extra Curricular	10	1	-	-	11
Foundation Fellows	20,147	4,000	-	-	24,147
FOS	317	19	-	-	336
Hardship Fund	25	26	-	-	51
Inspirational Speakers	16,142	3,612	-	-	19,754
Laser Cutter	676	130	-	-	806
Music Master Class	296	22	-	-	318
Music Outreach	2,966	296	-	-	3,262
Music Studio Equipment	109	243	-	-	352
Northern Campus	5,006	5,312	-	-	10,318
Outward Bound Cottage	1,726	140	-	-	1,866
Personal Development	5,887	-	(5,887)	-	-
Sailing Centre	2,090	152	-	-	2,242
Sailing Project 2004	5,140	374	-	-	5,514
Scholarships	-	-	-	-	-
Sports Coaching/Elite	11,188	3,552	-	-	14,740
Sports Projects	31,248	323,885	(355,000)	-	133
Travel and Tour Bursary Fund	1,225	475	-	-	1,700
Upper Pavilion	192	14	-	-	206
	168,737	368,726	(362,387)	-	175,076
Unrestricted Fund:					
General Fund	677,160	298,013	(922,664)	-	52,509
Totals	**845,897**	**666,739**	**(1,285,051)**	**-**	**227,585**

13. Analysis of movements in funds *(continued)*

	Balance at 1 July 2021	Income	Expenditure	Investment Gains/(losses)	Balance at 30 June 2022
	£	£	£	£	£
Restricted Funds:					
Academic Life	7,571	6,018	-	-	13,589
Andrew Yorke Sail Training Fund	12	1,278	(1,265)	-	25
Art Department	188	3,664	(2,500)	-	1,352
Boarding	32,259	381	-	-	32,640
Bursary Programme	483	45,122	(44,000)	-	1,605
Chapel Project	2,823	34	-	-	2,857
Drama – Northern Campus 2	4,551	532	-	-	5,083
Ed Moorhouse Fund	7,846	159	(809)	-	7,196
Extra Curricular	-	10	-	-	10
Foundation Fellows	16,147	4,000	-	-	20,147
FOS	298	19	-	-	317
Grand Piano	2,800	-	(2,800)	-	-
Hardship Fund	1	24	-	-	25
Inspirational Speakers	13,596	2,546	-	-	16,142
Laser Cutter	600	76	-	-	676
Music Master Class	296	-	-	-	296
Music Outreach	2,802	164	-	-	2,966
Music Projects	1,176	-	(1,176)	-	-
Music Studio Equipment	1,101	219	(1,211)	-	109
Northern Campus	-	5,006	-	-	5,006
Outward Bound Cottage	1,711	15	-	-	1,726
Personal Development	5,879	8	-	-	5,887
Sailing Centre	2,015	75	-	-	2,090
Sailing Project 2004	5,133	7	-	-	5,140
Scholarships	-	-	-	-	-
Sports Coaching/Elite	7,955	3,233	-	-	11,188
Sports Projects	-	656,248	(625,000)	-	31,248
Travel and Tour Bursary Fund	750	475	-	-	1,225
Upper Pavilion	192	-	-	-	192
	118,185	729,313	(678,761)	-	168,737
Unrestricted Fund:					
General Fund	600,275	288,167	(211,282)	-	677,160
Totals	**718,460**	**1,017,480**	**(890,043)**	**-**	**845,897**

13. Purposes of restricted funds

Academic Life

To aid through the Annual Fund academic projects within the School outlined within and beyond the Annual Fund brochure.

Andrew Yorke Sail Training Fund

For the promotion of sailing within the School by offering high quality sailors the chance to undertake instructor and racing courses to improve their skills. Dedicated in the name of Andrew Yorke, the former master in charge of sailing who died in 2005.

Art Department

To support the future development of the art department through facilities, equipment, staffing and other resources.

Boarding

To support the development and enhancement of boarding facilities within the School.

Bursary Programme

To widen access to Sherborne School through a programme of means tested bursaries.

Chapel Project

To aid in the refurbishment of the School Chapel and to develop the spiritual life of the School.

Drama – Northern Campus 2

To support the development of a specific drama space on the School campus.

Ed Moorhouse Fund

To support Sherborne's 'high flying' pupils to undertake enrichment courses which will help to develop their academic abilities in order to enhance applications to universities in the UK and overseas. Such pupils would also be encouraged to apply for Morehead-Cain Scholarships with Chapel Hill University of North Carolina. To also support other areas within the School that were undertaken by Ed Moorhouse (OS 1985-90) who died in 2006.

Extra Curricular

A fund to support extra curricular projects within the Annual Fund.

Foundation Fellows

To support and fund enrichment and teaching Fellows for the School.

Grand Piano

To support the purchase of a grand piano for the music department of the School.

Hardship Fund

To support pupils within the School who fall on hard financial times and whom the School would like to remain in the School until they complete a key stage of their education.

Inspirational Speakers

To support and fund inspirational speakers coming to the School to enrich and prepare the pupils for the wider and changing world beyond, and to enhance their academic education.

Laser Cutter

To aid in the funding of a laser cutter and other CNC equipment for design technology teaching and practice.

Music Master Class

To support music master classes within the School.

13. Purposes of restricted funds *(continued)*

Music Outreach

To provide the opportunity for local youngsters to have one instrumental music lesson each week during term time.

Music Projects

To aid the music department in the advancement of the teaching and performance of music.

Music Studio Equipment

To aid in the equipping of a music recording studio within the School.

Northern Campus

To aid in the funding of the School's plans for the redevelopment of the Northern Campus area of the School.

Outward Bound Cottage

Support for the proposed plan to provide a permanent facility as a base for the School's Outward Bound activities.

Personal Development Fund

To support the development of the business and personal skills development of boys within the School and develop their academic skills to a higher level. Primarily but not solely aimed at the development of other skills.

Sailing Centre

To support the development of sailing in the School.

Sailing Project 2004

To support the purchase of boats and other sailing equipment for the School Sailing Club from 2004 onwards.

Scholarships

To support and promote academic excellence at the School through the provision of scholarships.

Sports Coaching and Elite Sportsman Fund

To support the coaching of Sherborne School sport through additional coaching and conditioning across all sports and, where necessary, sports tours. In addition, to encourage and support elite sportsmen in the furtherance of their abilities.

Sport Projects

To support sport within the School including future development and promotion of sports facilities and the purchase of new equipment for the department.

Travel & Tour Bursary Fund

A fund for supporting those in the School who show a high level of achievement in the sports, arts or academic life of the School who deserve to go on School expeditions and trips but could not otherwise afford to do so. Funding can be given to candidates with the approval of the Headmaster.

Upper Pavilion

The fund is for the refurbishment and extension of the Upper Pavilion.

14. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total £
Fixed assets	60,162	95,099	155,261
Current assets	-	79,977	79,977
Current liabilities	(7,653)	-	(7,653)
Total at 30 June 2023	**52,509**	**175,076**	**227,585**

	Unrestricted Funds £	Restricted Funds £	Total £
Fixed assets	655,521	-	655,521
Current assets	33,631	168,737	202,368
Current liabilities	(11,992)	-	(11,992)
Total at 30 June 2022	**677,160**	**168,737**	**845,897**

15. Reconciliation of net movements in funds to net cash flow from operating activities

	2023 £	2022 £
Net movement in funds	(618,312)	127,437
Adjustment for:		
Depreciation	260	259
	(618,052)	127,696
Movements in working capital:		
(Increase)/decrease in debtors	55,624	(64,921)
Increase/(decrease) in creditors	(4,339)	3,845
Cash generated from/(used in) operations	(566,767)	66,620
Net cash provided by/(used in) operating activities	**(566,767)**	**66,620**

16. Related party transactions

Transactions between the company and its parent, Sherborne School, are disclosed below:

	2023 £'000	2022 £'000
Donations to parent	1,137	679
Donated services from parent	116	256

There were no other related or connected party transactions during the year.

17. Connected entities

As well as working to encourage giving in the UK, the Foundation has a sister organisation in the United States of America. The focus there is to help individuals to maximise the impact of their giving by providing tax efficient services and advice.

18. Pension

The Foundation contributed to a defined contribution personal pension scheme on behalf of one of its employees. The pension cost charge for the year represents contributions payable by the charity to the scheme, amounting to £2,889 (2022: £8,666). The contribution to the School's defined contribution scheme on behalf of two employees was £1,498 (2022: £1,445).

19. Ultimate parent undertaking and controlling party

The Foundation is a wholly owned subsidiary charity of Sherborne School, a company incorporated and registered in England and Wales. A copy of Sherborne School group financial statements is available from its registered office at Abbey Road, Sherborne, Dorset, DT9 3LF.

THE SHERBORNE SCHOOL FOUNDATION

England & Wales - Charity number 1073522

Accounts

The Sherborne School Foundation

ANNUAL REPORT AND FINANCIAL STATEMENTS

for the year ended

30 June 2022

Registered Company Number: 3686309
Registered Charity Number: 1073522

The Sherborne School Foundation

REPORT AND FINANCIAL STATEMENTS
for the year ended 30 June 2022

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Registered Company Number: 3686309
Registered Charity Number: 1073522

The Sherborne School Foundation

TRUSTEES, OFFICERS AND ADVISERS
for the year ended 30 June 2022

TRUSTEES AND DIRECTORS

The members of the Board of Trustees listed below are, for the purposes of company law, directors of the Foundation and, for the purposes of charity law, trustees of the Foundation.

All Trustees, unless otherwise stated, served throughout the year and, at the date of signing this report are:

A J Small (Chairman)
M L French (Sherborne School Governors' representative)
J A Carroll
M E Hatchard
G A Hudson (Sherborne School Governors' representative; resigned 3 October 2022)
A Kardooni
A C Lane (resigned 3 October 2022)
W S Paul (appointed 8 December 2021)
J D Paulson-Ellis (resigned 3 October 2022)
R E L Pittman
J D W Pocock
R S Powe
A J D Pralle
M M Ritchie
R N T Short (resigned 29 June 2021)
M E Slade (resigned 3 October 2022)
G N Smibert
M N B Thompson
S P Tindall (resigned 8 March 2022)
R T de V Welchman
M J Whittell

SECRETARY AND HEAD OF THE FOUNDATION:

A P Ballard (resigned 28 October 2022)
P A Baker (appointed 28 October 2022)

REGISTERED OFFICE:

Sherborne School
Abbey Road
Sherborne
Dorset
DT9 3AP

ADVISERS

Auditor:

Haysmacintyre LLP
10 Queen Street Place
London
EC4R 1AG

Bankers:

Lloyds Bank Plc
1st Floor
Sedgemoor House
Deansgate Avenue
Taunton
TA1 2UF

Solicitors:

Stone King LLP
13 Queen Square
Bath
BA1 2HJ

Investment advisers:

Cazenove Capital
Management Limited
12 Moorgate
London
EC2R 6DA

The Trustees of the Sherborne School Foundation present their annual report and audited financial statements for the year ended 30 June 2022 and confirm that they comply with the requirements of the Charities Act 2011, the Statement of Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019), the Companies Act 2006 and the Memorandum and Articles of Association of the Foundation.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Background and Constitution

The Foundation was established in 1998 to promote the charitable purposes of Sherborne School in Dorset and to promote any other charitable purpose connected with or otherwise associated with the School.

The Foundation is registered with the Charity Commission for England and Wales (registration number 1073522). It is incorporated and registered in England and Wales under the Companies Act 2006 as a company limited by guarantee and not having a share capital (company number 3686309).

The constitution and principal objects of the Foundation, and the regulations concerning its management, are embodied in its Memorandum and Articles of Association dated 21 December 1998 (as amended on 1 July 2008) as lodged with the Registrar of Companies. The Trustees govern the charity in accordance with its Memorandum and Articles of Association. The Trustees ceased to be members of the Foundation when, on 1 July 2008, Sherborne School became the Foundation's sole corporate member.

Trustees, Officers and Advisers

Details of Trustees, officers and advisers are set out on pages 1 and 2.

Appointment and re-appointment of Trustees

Trustees are elected by the Foundation Board once approval has been granted by the nominations and executive committees of the Foundation and after discussion with the Headmaster of Sherborne School. They are identified by existing Trustees or by the Head of the Foundation from former pupils, parents and past parents of Sherborne School who have expressed an interest in supporting the School and whose backgrounds and experience provide the balance of skills needed to guide and manage the affairs of the Foundation. In addition, the Governors of Sherborne School are entitled to nominate two Trustees. Candidates are considered by a nominations committee comprising the Chairman and two other Trustees and, where approved, their appointment is subject to confirmation by the full Board of Trustees.

Induction and training of Trustees

Induction for new Trustees is organised by the Head of the Foundation. In addition to knowledge gained through attendance at meetings, Trustees are provided with initial briefing material on their legal obligations under charity and company law and on the content of the Memorandum and Articles of Association. Guidance is also available to Trustees from the Foundation's advisers and from the officers of Sherborne School to help familiarise them with the aims of the Foundation and their statutory duties.

Organisational management

The Board of Trustees meets at least three times a year to determine strategy, set objectives and targets, agree policies and review progress. The day to day running of the Foundation is delegated to the Head of the Foundation, who operates from an office at Sherborne School and who carries out the policies of the Trustees as determined at meetings of the Board of Trustees, subject to the constraints of standing orders. The Board has established an executive sub-committee, comprising the Chairman and two Trustees which meets as and when necessary with the Head of the Foundation to deal with matters arising between formal meetings of the Board.

Principal funding sources

The principal funding sources for the charity are currently the alumni and parents of the School.

Risk management

The Board of Trustees assesses the risks facing the Foundation and reviews the effectiveness of the controls to monitor and manage the risks. A Risk Management Register is maintained and formally reviewed annually by the Board. The key controls used by the Foundation include:

- Formal agendas for all Board meetings
- Strategic planning, budgeting and management accounting
- Clear authorisation and approval levels

OBJECTIVES, AIMS AND ACTIVITIES FOR THE PUBLIC BENEFIT

The statutory objects of the Foundation are to promote the charitable purposes of Sherborne School in Dorset and to promote any other charitable purpose connected with or otherwise associated with the School.

All surpluses generated by the Foundation are donated to Sherborne School for a range of projects and initiatives which support the School in meeting its charitable, including public benefit, objectives and which are agreed with the Foundation's Trustees. Accordingly the Trustees confirm that they have complied with their duty under section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

In pursuance of its objectives the Foundation's continuing aim is to support Sherborne School through soliciting voluntary donations, primarily from former pupils and parents. Donations received by the Foundation may be restricted to purposes specified by donors or unrestricted, in which case the donations may be used for any purpose, including the Foundation's running costs, as determined by the Trustees.

The Foundation is engaged in a range of activities, principally:

- organising fundraising events, reunions, meetings and other receptions;
- the use of the telephone, email and mail for direct marketing;
- the production and publication of newsletters, guides, campaign literature and donation forms; and
- visits to potential and current supporters at their homes, mutually convenient locations and places of business.

Secondary activities include the management of voluntary income thus raised and liaising with the School to ensure the accurate application of these sums in line with the wishes of donors. We also support the work of the Old Shirburnian Society and its efforts to engage OS with the School. We are involved in the creation and management of the Sherborne International (College) Alumni Association with the specific long term aim of garnering philanthropic support for the Foundation.

REVIEW OF ACHIEVEMENTS AND PERFORMANCE FOR THE YEAR

The Foundation supports Sherborne School through the funding of capital and other projects. These contribute to the School's ability to offer, as it is encouraged to do by the Foundation, facilities, scholarships and bursaries to the wider community and general public.

During the year the principal initiatives taken in pursuit of the Foundation's objectives were:

- An extensive programme of visits and presentations to potential donors, both in the UK and overseas. These have continued to be either hybrid, via Zoom or in person.
- Development, with the School, of several detailed projects being marketed to potential donors.
- Support and backing for the Old Shirburnian Society and the School in the organisation of various events and virtual reunions and events. The Foundation staff continued to support the OS Society throughout 2021 and beyond to ensure widespread engagement remained possible to facilitate future fundraising.
- The promotion of events and the promotion of the social media platform 'Sherborne Connect' until face to face events could take place safely.
- The funding of bursaries and scholarships in line with the School's stated policy of widening access to talented boys from the local community and beyond, who would otherwise be unable to attend Sherborne.
- The management and support of the Sherborne International (College) Alumni Association.
- The strengthening of Sherborne Community bonds via social events and regional gatherings such as burgers and a beer before matches or regional drinks in key Sherborne areas, for parents, alumni and friends of Sherborne, to raise awareness of work and projects.
- The stewardship of its donors through lunches, dinners, receptions and other gatherings, including a continuation of virtual events and face to face once safe to do so.
- The development, support and management of Sherborne's first ever Giving Day: over the course of 36 hours many OS, parents, staff, pupils and friends took part in events, shared posts on social media or made gifts to ensure the School remains a life enhancing experience for current and future pupils. A total of £105,000 was raised, from 331 donors.
- The organisation of a Sports Dinner at a prestigious venue in London to raise funds for the New Sports Centre Development. This was due to be held on 23 June, but was postponed until September because of rail strikes.
- The support of the School through many alumni engagement opportunities including the creation of an online platform 'Sherborne Connect' for all parents and alumni.
- The continued development of the Sherborne 360 branding of the Foundation to widen the awareness and interest in the work of the Foundation.

The amounts the Foundation has raised through these activities have enabled it during the year to:

- Part fund boys on bursaries within the School and therefore widening access to the School.
- Part fund the new Sports Centre Development.
- Part fund replacement pianos for the Music School.
- Finance several smaller projects including the Art School and Academic Enrichment.

In addition, the Foundation has received donations towards a number of further projects, which it is committed to finance as soon as sufficient funds have been raised.

PLANS FOR THE FUTURE

The Foundation's future policy is to pursue its current objectives through a full and continuing programme of activities along the lines described above.

RELATED PARTY TRANSACTIONS AND CONNECTED ENTITIES

Details of related party transactions and connected entities are shown in notes 15 and 16 to the financial statements.

FINANCIAL REVIEW AND RESULTS FOR THE YEAR

The results for the year are set out in the statement of financial activities on page 11.

In the year ended 30 June 2022 the Foundation's income, after including the School's contribution towards running costs of £255,917 (2021: £161,628), was £1,017,480 (2021: £692,194) with the result that, after making donations to Sherborne School of £678,761 (2021: £2,067,194) and costs of £211,282 (2021: £175,720) there was a surplus of £127,437 (2021: deficit of (£1,551,480)).

At 30 June 2022 funds held amounted to £845,897 (2021: £718,460) which comprised unrestricted reserves of £677,160 (2021: £600,275) and restricted reserves of £168,737 (2021: £118,185).

RESERVES

At the end of the 2021/22 reporting period the Foundation held unrestricted funds of £677,160 and restricted funds of £168,737.

The Foundation's policy is that unrestricted reserves should not be accumulated from year to year and only retained until such time as suitable projects are identified and that any surpluses generated should be donated to Sherborne School in furtherance of its charitable objectives. However, to ensure its ability to continue operations during a period in which finance becomes limited the Foundation's policy is to retain 5% of the unrestricted fund or a minimum of £10,000.

The Foundation has not designated or otherwise committed any material funds at the end of the reporting period but is working with Sherborne School on a variety of potential projects which it is expecting to fund. As projects often take several years to come to fruition it is not possible to give a firm timescale within which unrestricted funds will be committed. However the Foundation expects that suitable projects will enable its unrestricted funds to be committed within five years.

There are currently no amounts that can be realised from the disposal of tangible fixed assets or programme related investments.

INVESTMENT POWERS, POLICY AND PERFORMANCE

The Foundation's investment powers, along with regulations concerning its management, are embodied in the Memorandum and Articles of Association.

All cash reserves are kept in short term investment accounts with minimal risk attached, accounts being agreed in advance by the Board of Trustees.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also directors of The Sherborne School Foundation for the purposes of company law) 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).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any 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 charitable company will continue in business.

STATEMENT OF TRUSTEES' RESPONSIBILITIES *(continued)*

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

So far as the Trustees are aware at the time the report is approved:

- There is no relevant audit information of which the company's auditors are unaware, and
- The Trustees have taken all steps that they ought to have taken to make themselves aware of the relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

Haysmacintyre LLP have indicated their willingness to continue in office. A resolution to reappoint Haysmacintyre LLP as the Foundation's auditor will be made at the Annual General Meeting.

The Report of the Trustees has been prepared in accordance with the provisions applicable to charitable companies entitled to the smaller charitable companies provisions in the Statement of Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019).

Approved by the Board of Trustees on 31 January 2023 and signed on their behalf by:

A J Small
Chairman

M L French
Trustee

Opinion

We have audited the financial statements of The Sherborne School Foundation for the year ended 30 June 2022 which comprise the Statement of Financial Activities incorporating the Income and Expenditure account, the Balance Sheet, the Statement of Cash Flows 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).

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 2022 and of the charitable company's net movement in funds, including the 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 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 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 trustees' 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 material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company'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 trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report of the Trustees. 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 Annual Report of the Trustees (which includes the directors' report prepared for the purposes of company law) for the financial year for which the financial statements are prepared is consistent with the financial statements; and

- the directors' report included within the Annual Report of the Trustees' has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the 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 Annual Report of the Trustees (which incorporates 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 by the charitable company; or
- the charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees for the financial statements

As explained more fully in the trustees' responsibilities statement set out on pages 6 and 7, 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 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.

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. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charitable company and the environment in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to Charity Commission's general guidance, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006, the Charities Act 2011, the Statement of Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019), the Memorandum and Articles of Association of the Foundation and consider other factors such as taxation.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries and management bias in accounting estimates and judgements. Audit procedures performed by the engagement team included:

- Inspecting correspondence with regulators and tax authorities;

- Discussions with management including consideration of known or suspected instances of non-compliance with laws and regulation and fraud;
- Evaluating management's controls designed to prevent and detect irregularities;
- Identifying and testing all journals; and
- Challenging assumptions and judgements made by management in their critical accounting estimates.

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 auditor's report.

Use of our report

This report is made solely to the charitable company's member, 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 member 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 member, as a body, for our audit work, for this report, or for the opinions we have formed.

Lee Stokes (Senior Statutory Auditor)
For and on behalf of Haysmacintyre LLP, Statutory Auditor
Date: 20 February 2023

10 Queen Street Place
London
EC4R 1AG

The Sherborne School Foundation

STATEMENT OF FINANCIAL ACTIVITIES
(Incorporating an Income and Expenditure Account)
for the year ended 30 June 2022

	Notes	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
Income					
Donations, legacies and grants	2b, 3	287,335	728,892	1,016,227	691,806
Investments	2b	832	421	1,253	388
Total income		**288,167**	**729,313**	**1,017,480**	**692,194**
Expenditure					
Costs of raising funds		124,004	-	124,004	75,375
Expenditure on charitable activities:					
Donations to Sherborne School	4	-	678,761	678,761	2,067,954
Operational costs	4	87,278	-	87,278	100,345
Total expenditure	2c	**211,282**	**678,761**	**890,043**	**2,243,674**
Net income/(expenditure) and net movement in funds before gains and losses on investments		**76,885**	**50,552**	**127,437**	**(1,551,480)**
Net gains/(losses) on investments		-	-	-	-
Net movement in funds		**76,885**	**50,552**	**127,437**	**(1,551,480)**
Reconciliation of funds					
Total funds brought forward		600,275	118,185	718,460	2,269,940
Total funds carried forward	12, 13	**677,160**	**168,737**	**845,897**	**718,460**

The full Statement of Financial Activities for the year ended 30 June 2021 is set out on page 12.

The notes on pages 15 to 25 form part of these financial statements.

The Sherborne School Foundation

STATEMENT OF FINANCIAL ACTIVITIES
(Incorporating an Income and Expenditure Account)
for the year ended 30 June 2022

Detailed Statement of Financial Activities for the year ended 30 June 2021:

	Notes	Unrestricted Funds £	Restricted Funds £	2021 Total £
Income				
Donations, legacies and grants	2b, 3	304,635	387,171	691,806
Investments	2b	205	183	388
Total income		**304,840**	**387,354**	**692,194**
Expenditure				
Costs of raising funds		75,375	-	75,375
Expenditure on charitable activities:				
Donations to Sherborne School	4	981,147	1,086,807	2,067,954
Operational costs	4	100,345	-	100,345
Total expenditure	2c	**1,156,867**	**1,086,807**	**2,243,674**
Net income/(expenditure) and net movement in funds before gains and losses on investments		**(852,027)**	**(699,453)**	**(1,551,480)**
Net gains/(losses) on investments		-	-	-
Net movement in funds		**(852,027)**	**(699,453)**	**(1,551,480)**
Reconciliation of funds				
Total funds brought forward		1,452,302	817,638	2,269,940
Total funds carried forward	12, 13	**600,275**	**118,185**	**718,460**

The notes on pages 15 to 25 form part of these financial statements.

The Sherborne School Foundation

BALANCE SHEET

as at 30 June 2022

	Notes	2022 £	2021 £
Fixed assets			
Tangible assets	8	780	-
Investment assets	9	654,741	654,741
		655,521	654,741
Current assets			
Debtors	10	71,223	6,302
Cash at bank and in hand		131,145	65,564
		202,368	**71,866**
Creditors: amounts falling due within one year	11	**(11,992)**	**(8,147)**
Net current assets		**190,376**	**63,719**
Total net assets		**845,897**	**718,460**
The funds of the charity:			
Restricted funds	12	168,737	118,185
Unrestricted funds	12	677,160	600,275
Total charity funds		**845,897**	**718,460**

The financial statements were approved and authorised for issue by the Board on 31 January 2023 and signed on its behalf by:

A J Small
Chairman

M L French
Trustee

The notes on pages 15 to 25 form part of these financial statements.

The Sherborne School Foundation

STATEMENT OF CASHFLOWS

as at 30 June 2022

	Notes	2022 £	2021 £
Cash flows from operating activities:			
Net cash provided by/(used in) operating activities	14	**66,620**	**(1,316,099)**
Cash flows from investing activities:			
Purchase of property, plant and equipment		(1,039)	-
Proceeds from sale of investments		-	82,000
Net cash provided by/(used in) investing activities		**(1,039)**	**82,000**
Change in cash and cash equivalents in the reporting period		**65,581**	**(1,234,099)**
Cash and cash equivalents at the beginning of the reporting period		65,564	1,299,663
Cash and cash equivalents at the end of the reporting period		**131,145**	**65,564**
Cash and bank balances		**131,145**	**65,564**

The notes on pages 15 to 25 form part of these financial statements.

1. General Information

The Sherborne School Foundation ('the Company') is a charitable company limited by guarantee and not having a share capital, incorporated and registered in England and Wales under the Companies Act (company number 3686309) and registered with the Charity Commission for England and Wales (registration number 1073522).

The address of the Company's registered office and principal place of business is Sherborne School, Abbey Road, Sherborne, Dorset, DT9 3AP.

The Company's principal activity is to promote the charitable purposes of Sherborne School in Dorset and to promote any other charitable purpose connected with or otherwise associated with the School.

2. Accounting policies

(a) Accounting convention

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Companies Act 2006 and the 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) (Second Edition, effective 1 January 2019).

The financial statements have been prepared under the historic cost convention as modified by the revaluation of investments.

The financial statements have also been prepared on a going concern basis. In common with other Schools, the Sherborne School Foundation faces uncertainties arising from current economic and political conditions. After making due enquiries, including review of the latest financial data and future projections, the Trustees have a reasonable expectation that the Foundation has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing these financial statements.

(b) Income

Income received by way of donations and committed giving is taken into account in the period in which the income is received. All other income is accounted for on an accruals basis.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the charity that a distribution will be made, or when a distribution is made from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution.

Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Where monies are received which are refundable in the event that conditions attaching to the receipts of the monies are not met by the Foundation, such monies, together with related interest accruing to them, are treated as deferred income until the conditions have been met.

Donated services

Donated services are included as voluntary income and comprise amounts paid by Sherborne School towards fundraising and operating costs.

Government grants

The charity was in receipt of grant income under the Government's Coronavirus Job Retention Scheme (CJRS), which has been recognised as income on a systematic basis over the period in which the charity recognised the related salary costs the grant was intended to compensate.

2. Accounting policies *(continued)*

(c) Expenditure

All expenses are accounted for on an accruals basis.

Costs of raising funds

Costs of raising funds includes all travel and meeting costs as well as design costs, 75% of the salary costs for the Head of the Foundation, 100% of the salary costs of temporary telephone campaign staff and 25% of the salary costs for the remaining Foundation staff.

Charitable activities

Charitable activities consist of donations paid to Sherborne School and the operational costs incurred in the general running of the charitable company.

Operational costs also include the costs associated with the constitutional and statutory requirements of the charitable company and this includes 25% of the salary costs for the Head of the Foundation and 75% of the salary costs for the remaining Foundation staff, plus the support costs.

(d) Taxation

The Foundation is a registered charity, and as such claims tax exemptions for all its United Kingdom income and gains, properly applied for its charitable purposes.

The Foundation is not registered for VAT, and as such all expenditure is shown inclusive of irrecoverable VAT.

(e) Pension contributions

The Foundation contributes to a personal pension scheme on behalf of one of its employees and makes contributions to the School's defined contribution scheme on behalf of other employees. The amount charged in the income and expenditure account represents the contributions payable to the schemes in respect of the accounting period.

(f) Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less deprecation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Fixtures and fittings	-	25% straight line

(g) Fixed asset investments

Listed investments are classified as financial instruments and valued at fair value, equivalent to bid price at the year end.

Changes in the valuation of listed investments during the year are shown as unrealised gains or losses. Gains and losses arising from the disposal of assets are disclosed as realised, being the difference between the sale proceeds and the market value at the beginning of the year.

(h) Funds

Restricted funds comprise income funds subject to specific trusts arising either from the donor's wishes or the terms of a particular fundraising initiative.

Unrestricted funds comprise the charity's funds, which are expendable at the discretion of the Trustees.

(i) Recognition of liabilities

Liabilities are recognised once there is a legal or constructive obligation that commits the charity to the obligation.

(j) 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.

3. Income from donations and legacies

	2022	2021
	£	£
Donations		
Committed giving	91,809	67,281
Donations	633,460	254,687
Legacies	35,674	196,269
Grants received	(633)	11,941
Donation of services	255,917	161,628
	1,016,227	**691,806**

Included within donations above are total donations of £197,400 from 9 Trustees of The Sherborne School Foundation (2021: £77,400 from 6 Trustees).

4. Analysis of expenditure on charitable activities

	Staff Costs	Donations to Sherborne School	Support Costs	Total
	£	£	£	£
Charitable Activities:				
Donation to Sherborne School	-	678,761	-	678,761
Operational costs	41,192	-	46,086	87,278
Total - year ended 30 June 2022	**41,192**	**678,761**	**46,086**	**766,039**

	Staff Costs	Donations to Sherborne School	Support Costs	Total
	£	£	£	£
Charitable Activities:				
Donation to Sherborne School	-	2,067,954	-	2,067,954
Operational costs	55,525	-	44,820	100,345
Total - year ended 30 June 2021	**55,525**	**2,067,954**	**44,820**	**2,168,299**

5. Net income/(expenditure) for the year

This is stated after charging:

	2022	2021
	£	£
Depreciation	259	283
Auditor's remuneration for audit of the financial statements	5,400	5,220

6. Analysis of staff costs, trustees' remuneration and expenses and the cost of key management personnel

	2022 £	2021 £
Gross salaries	97,444	101,650
Social security costs	9,071	10,110
Pension costs	10,111	11,208
	116,626	**122,968**

The number of higher paid employees was:

	2022 No.	2021 No.
£60,000 - £70,000	1	1

The calculation of staff costs for higher paid employees includes gross salary and benefits in kind.

The Foundation contributed £8k (2021: £8k) to the personal pension scheme of 1 higher paid employee.

The key management personnel of the charity comprise the Trustees and the Head of the Foundation. The total employee benefits of the key management personnel of the charity were £76k (2021: £73k), including benefits in kind, national insurance and pension contributions. The Trustees are unpaid.

None of the Trustees received any emoluments or expenses from the Foundation during the current or prior year.

7. Staff numbers

The average number of staff employed by the charity during the year was as follows:

	2022 No	2021 No
Management staff	1	1
Administrative staff	2	3
Telephone campaign (temporary) staff	3	-
	6	**4**

Included in the above numbers are 5 (2021: 2) part time employees.

8. Tangible fixed assets

	Fixtures and fittings £
Cost	
At 1 July 2021	1,134
Additions	1,039
Disposals	(1,134)
At 30 June 2022	1,039
Depreciation	
At 1 July 2021	1,134
Charge for the year	259
Disposals	(1,134)
At 30 June 2022	259
Net book value	
At 30 June 2022	780
At 30 June 2021	-

9. Investments

	2022 £
At 1 July 2021	654,741
Additions	-
Disposals at book value	-
Unrealised gain/(loss)	-
At 30 June 2022	654,741
Investments listed on the Stock Exchange	654,741
Historical cost	654,741

10. Debtors

	2022 £	2021 £
Tax recoverable	20,490	2,741
Other debtors	50,733	3,561
	71,223	**6,302**

11. Creditors: amounts falling due within one year

	2022 £	2021 £
Accruals	11,992	8,147

12. Analysis of movements in funds

	Balance at 1 July 2021	Income	Expenditure	Investment Gains/(losses)	Balance at 30 June 2022
	£	£	£	£	£
Restricted Funds:					
Academic Life	7,571	6,018	-	-	13,589
Andrew Yorke Sail Training Fund	12	1,278	(1,265)	-	25
Art Department	188	3,664	(2,500)	-	1,352
Boarding	32,259	381	-	-	32,640
Bursary Programme	483	45,122	(44,000)	-	1,605
Chapel Project	2,823	34	-	-	2,857
Drama – Northern Campus 2	4,551	532	-	-	5,083
Ed Moorhouse Fund	7,846	159	(809)	-	7,196
Extra Curricular	-	10	-	-	10
Foundation Fellows	16,147	4,000	-	-	20,147
FOS	298	19	-	-	317
Grand Piano	2,800	-	(2,800)	-	-
Hardship Fund	1	24	-	-	25
Inspirational Speakers	13,596	2,546	-	-	16,142
Laser Cutter	600	76	-	-	676
Music Master Class	296	-	-	-	296
Music Outreach	2,802	164	-	-	2,966
Music Projects	1,176	-	(1,176)	-	-
Music Studio Equipment	1,101	219	(1,211)	-	109
Northern Campus	-	5,006	-	-	5,006
Outward Bound Cottage	1,711	15	-	-	1,726
Personal Development	5,879	8	-	-	5,887
Sailing Centre	2,015	75	-	-	2,090
Sailing Project 2004	5,133	7	-	-	5,140
Scholarships	-	-	-	-	-
Sports Coaching/Elite	7,955	3,233	-	-	11,188
Sports Projects	-	656,248	(625,000)	-	31,248
Travel and Tour Bursary Fund	750	475	-	-	1,225
Upper Pavilion	192	-	-	-	192
	118,185	729,313	(678,761)	-	168,737
Unrestricted Fund:					
General Fund	600,275	288,167	(211,282)	-	677,160
Totals	**718,460**	**1,017,480**	**(890,043)**	**-**	**845,897**

12. Analysis of movements in funds (*continued*)

	Balance at 1 July 2020	Income	Expenditure	Investment Gains/(losses)	Balance at 30 June 2021
	£	£	£	£	£
Restricted Funds:					
Academic Life	7,559	12	-	-	7,571
Andrew Yorke Sail Training Fund	1,002	1,000	(1,990)	-	12
Art Department	188	-	-	-	188
Boarding	81,944	(49,685)	-	-	32,259
Bursary Programme	8,812	13,468	(21,797)	-	483
Chapel Project	2,702	121	-	-	2,823
CCF Field Gun	588	-	(588)	-	-
Drama – Northern Campus 2	4,024	527	-	-	4,551
Ed Moorhouse Fund	8,106	154	(414)	-	7,846
Extra Curricular	7,225	3	(7,228)	-	-
Foundation Fellows	12,091	4,056	-	-	16,147
FOS	279	19	-	-	298
Grand Piano	2,799	1	-	-	2,800
Hardship Fund	99	36,475	(36,573)	-	1
Inspirational Speakers	10,664	2,932	-	-	13,596
Laser Cutter	525	75	-	-	600
Music Master Class	296	-	-	-	296
Music Outreach	2,801	1	-	-	2,802
Music Projects	2,327	1	(1,152)	-	1,176
Music Studio Equipment	881	220	-	-	1.101
Northern Campus	158,704	4,868	(163,572)	-	-
Outward Bound Cottage	1,697	14	-	-	1,711
Personal Development	5,876	3	-	-	5,879
Sailing Centre	2,014	1	-	-	2,015
Sailing Project 2004	5,131	2	-	-	5,133
Scholarships	-	-	-	-	-
Sports Coaching/Elite	4,404	3,551	-	-	7,955
Sports Projects	484,433	369,060	(853,493)	-	-
Travel and Tour Bursary Fund	275	475	-	-	750
Upper Pavilion	192	-	-	-	192
	817,638	387,354	(1,086,807)	-	118,185
Unrestricted Fund:					
General Fund	1,452,302	304,840	(1,156,867)	-	600,275
Totals	**2,269,940**	**692,194**	**(2,243,674)**	**-**	**718,460**

12. Purposes of restricted funds

Academic Life

To aid through the Annual Fund academic projects within the School outlined within and beyond the Annual Fund brochure

Andrew Yorke Sail Training Fund

For the promotion of sailing within the School by offering high quality sailors the chance to undertake instructor and racing courses to improve their skills. Dedicated in the name of Andrew Yorke, the former master in charge of sailing who died in 2005.

Art Department

To support the future development of the art department through facilities, equipment, staffing and other resources.

Boarding

To support the development and enhancement of boarding facilities within the School.

Bursary Programme

To widen access to Sherborne School through a programme of means tested bursaries.

CCF Field Gun

To support the purchase of a Field Gun for the use of the School's Combined Cadet Force (CCF).

Chapel Project

To aid in the refurbishment of the School Chapel and to develop the spiritual life of the School.

Drama – Northern Campus 2

To support the development of a specific drama space on the School campus.

Ed Moorhouse Fund

To support Sherborne's 'high flying' pupils to undertake enrichment courses which will help to develop their academic abilities in order to enhance applications to universities in the UK and overseas. Such pupils would also be encouraged to apply for Morehead-Cain Scholarships with Chapel Hill University of North Carolina. To also support other areas within the School that were undertaken by Ed Moorhouse (OS 1985-90) who died in 2006.

Extra Curricular

A fund to support extra curricular projects within the Annual Fund.

Foundation Fellows

To support and fund enrichment and teaching Fellows for the School.

Grand Piano

To support the purchase of a grand piano for the music department of the School.

Hardship Fund

To support pupils within the School who fall on hard financial times and whom the School would like to remain in the School until they complete a key stage of their education.

Inspirational Speakers

To support and fund inspirational speakers coming to the School to enrich and prepare the pupils for the wider and changing world beyond, and to enhance their academic education.

Laser Cutter

To aid in the funding of a laser cutter and other CNC equipment for design technology teaching and practice.

12. Purposes of restricted funds *(continued)*

Music Master Class

To support music master classes within the School.

Music Outreach

To provide the opportunity for local youngsters to have one instrumental music lesson each week during term time.

Music Projects

To aid the music department in the advancement of the teaching and performance of music.

Music Studio Equipment

To aid in the equipping of a music recording studio within the School.

Northern Campus

To aid in the funding of the School's plans for the redevelopment of the Northern Campus area of the School.

Outward Bound Cottage

Support for the proposed plan to provide a permanent facility as a base for the School's Outward Bound activities.

Personal Development Fund

To support the development of the business and personal skills development of boys within the School and develop their academic skills to a higher level. Primarily but not solely aimed at the development of other skills.

Sailing Centre

To support the development of sailing in the School.

Sailing Project 2004

To support the purchase of boats and other sailing equipment for the School Sailing Club from 2004 onwards.

Scholarships

To support and promote academic excellence at the School through the provision of scholarships.

Sports Coaching and Elite Sportsman Fund

To support the coaching of Sherborne School sport through additional coaching and conditioning across all sports and, where necessary, sports tours. In addition, to encourage and support elite sportsmen in the furtherance of their abilities.

Sport Projects

To support sport within the School including future development and promotion of sports facilities and the purchase of new equipment for the department.

Travel & Tour Bursary Fund

A fund for supporting those in the School who show a high level of achievement in the sports, arts or academic life of the School who deserve to go on School expeditions and trips but could not otherwise afford to do so. Funding can be given to candidates with the approval of the Headmaster.

Upper Pavilion

The fund is for the refurbishment and extension of the Upper Pavilion.

13. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total £
Fixed assets	655,521	-	655,521
Current assets	33,631	168,737	202,368
Current liabilities	(11,992)	-	(11,992)
Total at 30 June 2022	**677,160**	**168,737**	**845,897**

	Unrestricted Funds £	Restricted Funds £	Total £
Fixed assets	608,422	46,319	654,741
Current assets	-	71,866	71,866
Current liabilities	(8,147)	-	(8,147)
Total at 30 June 2021	**600,275**	**118,185**	**718,460**

14. Reconciliation of net movements in funds to net cash flow from operating activities

	2022 £	2021 £
Net movement in funds	127,437	(1,551,480)
Adjustment for:		
Depreciation	259	283
	127,696	(1,551,197)
Movements in working capital:		
(Increase)/decrease in debtors	(64,921)	235,213
Increase/(decrease) in creditors	3,845	(115)
Cash generated from/(used in) operations	66,620	(1,316,099)
Net cash provided by/(used in) operating activities	**66,620**	**(1,316,099)**

15. Related party transactions

Transactions between the company and its parent, Sherborne School, are disclosed below:

	2022 £'000	2021 £'000
Donations to parent	679	2,068
Donated services from parent	256	162

There were no other related or connected party transactions during the year.

16. Connected entities

As well as working to encourage giving in the UK, the Foundation has a sister organisation in the United States of America. The focus there is to help individuals to maximise the impact of their giving by providing tax efficient services and advice.

17. Pension

The Foundation contributes to a defined contribution personal pension scheme on behalf of one of its employees. The pension cost charge for the year represents contributions payable by the charity to the scheme, amounting to £8,666 (2021: £8,666). The contribution to the School's defined contribution scheme on behalf of two employees was £1,445 (2021: £2,542).

18. Ultimate parent undertaking and controlling party

The Foundation is a wholly owned subsidiary charity of Sherborne School, a company incorporated and registered in England and Wales. A copy of Sherborne School group financial statements is available from its registered office at Abbey Road, Sherborne, Dorset, DT9 3LF.

THE SHERBORNE SCHOOL FOUNDATION

England & Wales - Charity number 1073522

Accounts

The Sherborne School Foundation

ANNUAL REPORT AND FINANCIAL STATEMENTS

for the year ended

30 June 2021

Registered Company Number: 3686309
Registered Charity Number: 1073522

The Sherborne School Foundation

REPORT AND FINANCIAL STATEMENTS
for the year ended 30 June 2021

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The Sherborne School Foundation

TRUSTEES, OFFICERS AND ADVISERS
for the year ended 30 June 2021

TRUSTEES AND DIRECTORS

The members of the Board of Trustees listed below are, for the purposes of company law, directors of the Foundation and, for the purposes of charity law, trustees of the Foundation.

All Trustees, unless otherwise stated, served throughout the year and, at the date of signing this report are:

A J Small (Chairman)
M L French (Sherborne School Governors' representative)
R S Fidgen (Sherborne School Governors' representative) (resigned 1 December 2020)
J A Carroll
M E Hatchard
G A Hudson (Sherborne School Governors' representative) (from 1 December 2020)
A Kardooni
A C Lane
J D Paulson-Ellis
R E L Pittman
J D W Pocock
R S Powe
A J D Pralle
M M Ritchie
R N T Short
M E Slade
G N Smibert
M N B Thompson
S P Tindall
R T de V Welchman
M J Whittell

SECRETARY AND HEAD OF THE FOUNDATION:

A P Ballard

REGISTERED OFFICE:

Sherborne School
Abbey Road
Sherborne
Dorset
DT9 3AP

ADVISERS

Auditor:

Haysmacintyre LLP
10 Queen Street Place
London
EC4R 1AG

Bankers:

Lloyds Bank Plc
1st Floor
Sedgemoor House
Deansgate Avenue
Taunton
TA1 2UF

Solicitors:

Stone King LLP
13 Queen Square
Bath
BA1 2HJ

Investment advisers:

Cazenove Capital
Management Limited
12 Moorgate
London
EC2R 6DA

The Trustees of the Sherborne School Foundation present their annual report and audited financial statements for the year ended 30 June 2021 and confirm that they comply with the requirements of the Charities Act 2011, the Statement of Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019), the Companies Act 2006 and the Memorandum and Articles of Association of the Foundation.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Background and Constitution

The Foundation was established in 1998 to promote the charitable purposes of Sherborne School in Dorset and to promote any other charitable purpose connected with or otherwise associated with the School.

The Foundation is registered with the Charity Commission for England and Wales (registration number 1073522). It is incorporated and registered in England and Wales under the Companies Act 2006 as a company limited by guarantee and not having a share capital (company number 3686309).

The constitution and principal objects of the Foundation, and the regulations concerning its management, are embodied in its Memorandum and Articles of Association dated 21 December 1998 (as amended on 1 July 2008) as lodged with the Registrar of Companies. The Trustees govern the charity in accordance with its Memorandum and Articles of Association. The Trustees ceased to be members of the Foundation when, on 1 July 2008, Sherborne School became the Foundation's sole corporate member.

Trustees, Officers and Advisers

Details of Trustees, officers and advisers are set out on pages 1 and 2.

Appointment and re-appointment of Trustees

Trustees are elected by the Foundation Board once approval has been granted by the nominations and executive committees of the Foundation and after discussion with the Headmaster of Sherborne School. They are identified by existing Trustees or by the Head of the Foundation from former pupils, parents and past parents of Sherborne School who have expressed an interest in supporting the School and whose backgrounds and experience provide the balance of skills needed to guide and manage the affairs of the Foundation. In addition, the Governors of Sherborne School are entitled to nominate two Trustees. Candidates are considered by a nominations committee comprising the Chairman and two other Trustees and, where approved, their appointment is subject to confirmation by the full Board of Trustees.

Induction and training of Trustees

Induction for new Trustees is organised by the Head of the Foundation. In addition to knowledge gained through attendance at meetings, Trustees are provided with initial briefing material on their legal obligations under charity and company law and on the content of the Memorandum and Articles of Association. Guidance is also available to Trustees from the Foundation's advisers and from the officers of Sherborne School to help familiarise them with the aims of the Foundation and their statutory duties.

Organisational management

The Board of Trustees meets at least three times a year to determine strategy, set objectives and targets, agree policies and review progress. The day to day running of the Foundation is delegated to the Head of the Foundation, who operates from an office at Sherborne School and who carries out the policies of the Trustees as determined at meetings of the Board of Trustees, subject to the constraints of standing orders. The Board has established an executive sub-committee, comprising the Chairman and two Trustees which meets as and when necessary with the Head of the Foundation to deal with matters arising between formal meetings of the Board.

Principal funding sources

The principal funding sources for the charity are currently the alumni and parents of the School.

Risk management

The Board of Trustees assesses the risks facing the Foundation and reviews the effectiveness of the controls to monitor and manage the risks. A Risk Management Register is maintained and formally reviewed annually by the Board. The key controls used by the Foundation include:

- Formal agendas for all Board meetings
- Strategic planning, budgeting and management accounting
- Clear authorisation and approval levels

OBJECTIVES, AIMS AND ACTIVITIES FOR THE PUBLIC BENEFIT

The statutory objects of the Foundation are to promote the charitable purposes of Sherborne School in Dorset and to promote any other charitable purpose connected with or otherwise associated with the School.

All surpluses generated by the Foundation are donated to Sherborne School for a range of projects and initiatives which support the School in meeting its charitable, including public benefit, objectives and which are agreed with the Foundation's Trustees. Accordingly the Trustees confirm that they have complied with their duty under section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

In pursuance of its objectives the Foundation's continuing aim is to support Sherborne School through soliciting voluntary donations, primarily from former pupils and parents. Donations received by the Foundation may be restricted to purposes specified by donors or unrestricted, in which case the donations may be used for any purpose, including the Foundation's running costs, as determined by the Trustees.

The Foundation is engaged in a range of activities, principally:

- organising fundraising events, reunions, meetings and other receptions;
- the use of the telephone, email and mail for direct marketing;
- the production and publication of newsletters, guides, campaign literature and donation forms; and
- visits to potential and current supporters at their homes, mutually convenient locations and places of business.

Secondary activities include the management of voluntary income thus raised and liaising with the School to ensure the accurate application of these sums in line with the wishes of donors. We also support the work of the Old Shirburnian Society and its efforts to engage OS with the School. We are involved in the creation and management of the Sherborne International (College) Alumni Association with the specific long term aim of garnering philanthropic support for the Foundation.

REVIEW OF ACHIEVEMENTS AND PERFORMANCE FOR THE YEAR

The Foundation supports Sherborne School through the funding of capital and other projects. These contribute to the School's ability to offer, as it is encouraged to do by the Foundation, facilities, scholarships and bursaries to the wider community and general public.

During the year the principal initiatives taken in pursuit of the Foundation's objectives were:

- An extensive programme of visits and presentations to potential donors, both in the UK and overseas. During lockdown these took place mainly via Zoom and have since been either hybrid, via Zoom or in person.
- Development, with the School, of several detailed projects being marketed to potential donors.
- Support and backing for the Old Shirburnian Society and the School in the organisation of various events and during lockdown to organise virtual reunions and events. Given the human resource limitations from 1 April 2020 to October 2020, the Foundation staff heavily supported the OS Society from March 2020 and throughout 2021 to ensure widespread engagement remained possible to facilitate future fundraising.
- The promotion of events, in particular a dinner for those Old Shirburnians until 23 March 2020, and from then virtual stewardship events and the promotion of the social media platform 'Sherborne Connect' until lockdown was lifted and face to face events could start safely.
- The funding of bursaries and scholarships in line with the School's stated policy of widening access to talented boys from the local community and beyond, who would otherwise be unable to attend Sherborne.
- The management and support of the Sherborne International (College) Alumni Association.
- The stewardship of its donors through lunches, dinners, receptions and other gatherings, including virtual events during lockdown and face to face once safe to do so.
- The support of the School through many alumni engagement opportunities including the creation of an online platform 'Sherborne Connect' for all parents and alumni.
- The continued development of the Sherborne 360 branding of the Foundation to widen the awareness and interest in the work of the Foundation.

The amounts the Foundation has raised through these activities have enabled it during the year to:

- Part fund boys on bursaries within the School and therefore widening access to the School.
- Part fund the new Sports Centre Development.
- Finance several smaller projects including the Sports Coaching, Foundation Fellows Programme, the Art School and Academic Enrichment.
- The Foundation also undertook specific hardship fund fundraising during the lockdown period.

In addition, the Foundation has received donations towards a number of further projects, which it is committed to finance as soon as sufficient funds have been raised.

PLANS FOR THE FUTURE

The Foundation's future policy is to pursue its current objectives through a full and continuing programme of activities along the lines described above.

RELATED PARTY TRANSACTIONS AND CONNECTED ENTITIES

Details of related party transactions and connected entities are shown in notes 15 and 16 to the financial statements.

FINANCIAL REVIEW AND RESULTS FOR THE YEAR

The results for the year are set out in the statement of financial activities on page 11.

In the year ended 30 June 2021 the Foundation's income, after including the School's contribution towards running costs of £161,628 (2020: £237,086), was £692,194 (2020: £1,098,814) with the result that, after making donations to Sherborne School of £2,067,194 (2020: £181,480) and costs of £175,720 (2020: £249,199) there was a deficit of (£1,551,480) (2020: surplus of £668,135).

At 30 June 2021 funds held amounted to £718,460 (2020: £2,269,940) which comprised unrestricted reserves of £600,275 (2020: £1,452,302) and restricted reserves of £118,185 (2020: £817,638).

RESERVES

At the end of the 2020/21 reporting period the Foundation held unrestricted funds of £600,275 and restricted funds of £118,185.

The Foundation's policy is that unrestricted reserves should not be accumulated from year to year and only retained until such time as suitable projects are identified and that any surpluses generated should be donated to Sherborne School in furtherance of its charitable objectives. However, to ensure its ability to continue operations during a period in which finance becomes limited the Foundation's policy is to retain 5% of the unrestricted fund or a minimum of £10,000.

The Foundation has not designated or otherwise committed any material funds at the end of the reporting period but is working with Sherborne School on a variety of potential projects which it is expecting to fund. As projects often take several years to come to fruition it is not possible to give a firm timescale within which unrestricted funds will be committed. However the Foundation expects that suitable projects will enable its unrestricted funds to be committed within five years.

There are currently no amounts that can be realised from the disposal of tangible fixed assets or programme related investments.

INVESTMENT POWERS, POLICY AND PERFORMANCE

The Foundation's investment powers, along with regulations concerning its management, are embodied in the Memorandum and Articles of Association.

All cash reserves are kept in short term investment accounts with minimal risk attached, accounts being agreed in advance by the Board of Trustees.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also directors of The Sherborne School Foundation for the purposes of company law) 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).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any 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 charitable company will continue in business.

STATEMENT OF TRUSTEES' RESPONSIBILITIES *(continued)*

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

So far as the Trustees are aware at the time the report is approved:

- There is no relevant audit information of which the company's auditors are unaware, and
- The Trustees have taken all steps that they ought to have taken to make themselves aware of the relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

Haysmacintyre LLP have indicated their willingness to continue in office. A resolution to reappoint Haysmacintyre LLP as the Foundation's auditor will be made at the Annual General Meeting.

The Report of the Trustees has been prepared in accordance with the provisions applicable to charitable companies entitled to the smaller charitable companies provisions in the Statement of Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019).

Approved by the Board of Trustees on 26/11/21 and signed on their behalf by:

A J Small
Chairman

M L French
Trustee

Opinion

We have audited the financial statements of The Sherborne School Foundation for the year ended 30 June 2021 which comprise the Statement of Financial Activities incorporating the Income and Expenditure account, the Balance Sheet, the Statement of Cash Flows 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).

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 2021 and of the charitable company's net movement in funds, including the 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 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 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 trustees' 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 material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company'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 trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report of the Trustees. 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 Annual Report of the Trustees (which includes the directors' report prepared for the purposes of company law) for the financial year for which the financial statements are prepared is consistent with the financial statements; and

- the directors' report included within the Annual Report of the Trustees' has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the 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 Annual Report of the Trustees (which incorporates 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 by the charitable company; or
- the charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees for the financial statements

As explained more fully in the trustees' responsibilities statement set out on pages 6 and 7, 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 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.

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. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charitable company and the environment in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to Charity Commission's general guidance, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006, the Charities Act 2011, the Statement of Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019), the Memorandum and Articles of Association of the Foundation and consider other factors such as taxation.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries and management bias in accounting estimates and judgements. Audit procedures performed by the engagement team included:

- Inspecting correspondence with regulators and tax authorities;

- Discussions with management including consideration of known or suspected instances of non-compliance with laws and regulation and fraud;
- Evaluating management's controls designed to prevent and detect irregularities;
- Identifying and testing journals, in particular journal entries posted with unusual account combinations, postings by unusual users or with unusual descriptions; and
- Challenging assumptions and judgements made by management in their critical accounting estimates.

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.

Use of our report

This report is made solely to the charitable company's member, 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 member 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 member as a body, for our audit work, for this report, or for the opinions we have formed.

Lee Stokes (Senior Statutory Auditor)
For and on behalf of Haysmacintyre LLP, Statutory Auditors
Date: 9 December 2021

10 Queen Street Place
London
EC4R 1AG

The Sherborne School Foundation

STATEMENT OF FINANCIAL ACTIVITIES
(Incorporating an Income and Expenditure Account)
for the year ended 30 June 2021

	Notes	Unrestricted Funds £	Restricted Funds £	2021 Total £	2020 Total £
Income					
Donations, legacies and grants	2b, 3	304,635	387,171	691,806	1,094,291
Investments	2b	205	183	388	4,523
Total income		**304,840**	**387,354**	**692,194**	**1,098,814**
Expenditure					
Costs of raising funds		75,375	-	75,375	120,284
Expenditure on charitable activities:					
Donations to Sherborne School	4	981,147	1,086,807	2,067,954	181,480
Operational costs	4	100,345	-	100,345	128,915
Total expenditure	2c	**1,156,867**	**1,086,807**	**2,243,674**	**430,679**
Net income/(expenditure) and net movement in funds before gains and losses on investments		**(852,027)**	**(699,453)**	**(1,551,480)**	**668,135**
Net gains/(losses) on investments		-	-	-	2,022
Net movement in funds		**(852,027)**	**(699,453)**	**(1,551,480)**	**670,157**
Reconciliation of funds					
Total funds brought forward		1,452,302	817,638	2,269,940	1,599,783
Total funds carried forward	12, 13	**600,275**	**118,185**	**718,460**	**2,269,940**

The full Statement of Financial Activities for the year ended 30 June 2020 is set out on page 12.

The notes on pages 15 to 25 form part of these financial statements.

The Sherborne School Foundation

STATEMENT OF FINANCIAL ACTIVITIES
(Incorporating an Income and Expenditure Account)
for the year ended 30 June 2021

Detailed Statement of Financial Activities for the year ended 30 June 2020:

	Notes	Unrestricted Funds £	Restricted Funds £	2020 Total £
Income				
Donations, legacies and grants	2b, 3	513,660	580,631	1,094,291
Investments	2b	3,359	1,164	4,523
Total income		**517,019**	**581,795**	**1,098,814**
Expenditure				
Costs of raising funds		120,284	-	120,284
Expenditure on charitable activities:				
Donations to Sherborne School	4	7,967	173,513	181,480
Operational costs	4	128,915	-	128,915
Total expenditure	2c	**257,166**	**173,513**	**430,679**
Net income/(expenditure) and net movement in funds before gains and losses on investments		**259,853**	**408,282**	**668,135**
Net gains/(losses) on investments		2,022	-	2,022
Net movement in funds		**261,875**	**408,282**	**670,157**
Reconciliation of funds				
Total funds brought forward		1,190,427	409,356	1,599,783
Total funds carried forward	12, 13	**1,452,302**	**817,638**	**2,269,940**

The notes on pages 15 to 25 form part of these financial statements.

Registered Company Number: 3686309
Registered Charity Number: 1073522

The Sherborne School Foundation

BALANCE SHEET

as at 30 June 2021

	Notes	2021 £	2020 £
Fixed assets			
Tangible assets	8	-	283
Investment assets	9	654,741	736,741
		654,741	737,024
Current assets			
Debtors	10	6,302	241,515
Cash at bank and in hand		65,564	1,299,663
		71,866	**1,541,178**
Creditors: amounts falling due within one year	11	**(8,147)**	**(8,262)**
Net current assets		**63,719**	**1,532,916**
Total net assets		**718,460**	**2,269,940**
The funds of the charity:			
Restricted funds	12	118,185	817,638
Unrestricted funds	12	600,275	1,452,302
Total charity funds		**718,460**	**2,269,940**

The financial statements were approved and authorised for issue by the Board on 26/11/21 and signed on its behalf by:

A J Small
Chairman

M L French
Trustee

The notes on pages 15 to 25 form part of these financial statements.

The Sherborne School Foundation

STATEMENT OF CASHFLOWS

as at 30 June 2021

	Notes	2021 £	2020 £
Cash flows from operating activities:			
Net cash provided by/(used in) operating activities	14	**(1,316,099)**	**392,828**
Cash flows from investing activities:			
Purchase of investments		-	(1,900,047)
Proceeds from sale of investments		82,000	1,214,840
Net cash provided by/(used in) investing activities		**82,000**	**(685,207)**
Change in cash and cash equivalents in the reporting period		**(1,234,099)**	**(292,379)**
Cash and cash equivalents at the beginning of the reporting period		1,299,663	1,592,042
Cash and cash equivalents at the end of the reporting period		**65,564**	**1,299,663**
Cash and bank balances		**65,564**	**1,299,663**

The notes on pages 15 to 25 form part of these financial statements.

1. General Information

The Sherborne School Foundation ('the Company') is a charitable company limited by guarantee and not having a share capital, incorporated and registered in England and Wales under the Companies Act (company number 3686309) and registered with the Charity Commission for England and Wales (registration number 1073522).

The address of the Company's registered office and principal place of business is Sherborne School, Abbey Road, Sherborne, Dorset, DT9 3AP.

The Company's principal activity is to promote the charitable purposes of Sherborne School in Dorset and to promote any other charitable purpose connected with or otherwise associated with the School.

2. Accounting policies

(a) Accounting convention

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Companies Act 2006 and the 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) (Second Edition, effective 1 January 2019).

The financial statements have been prepared under the historic cost convention as modified by the revaluation of investments.

The financial statements have also been prepared on a going concern basis. In common with other Schools, the Sherborne School Foundation faces uncertainties arising from current economic and political conditions. After making due enquiries, including review of the latest financial data and future projections, the Trustees have a reasonable expectation that the Foundation has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing these financial statements.

(b) Income

Income received by way of donations and committed giving is taken into account in the period in which the income is received. All other income is accounted for on an accruals basis.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the charity that a distribution will be made, or when a distribution is made from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution.

Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Where monies are received which are refundable in the event that conditions attaching to the receipts of the monies are not met by the Foundation, such monies, together with related interest accruing to them, are treated as deferred income until the conditions have been met.

Donated services

Donated services are included as voluntary income and comprise amounts paid by Sherborne School towards fundraising and operating costs.

Government grants

The charity is in receipt of grant income under the Government's Coronavirus Job Retention Scheme (CJRS), which is recognised as income on a systematic basis over the period in which the charity recognises the related salary costs the grant is intended to compensate.

2. Accounting policies *(continued)*

(c) Expenditure

All expenses are accounted for on an accruals basis.

Costs of raising funds

Costs of raising funds includes all travel and meeting costs as well as design costs, 75% of the salary costs for the Head of the Foundation and 25% of the salary costs for the remaining Foundation staff.

Charitable activities

Charitable activities consist of donations paid to Sherborne School and the operational costs incurred in the general running of the charitable company.

Operational costs also include the costs associated with the constitutional and statutory requirements of the charitable company and this includes 25% of the salary costs for the Head of the Foundation and 75% of the salary costs for the remaining Foundation staff, plus the support costs.

(d) Taxation

The Foundation is a registered charity, and as such claims tax exemptions for all its United Kingdom income and gains, properly applied for its charitable purposes.

The Foundation is not registered for VAT, and as such all expenditure is shown inclusive of irrecoverable VAT.

(e) Pension contributions

The Foundation contributes to a personal pension scheme on behalf of one of its employees and makes contributions to the School's defined contribution scheme on behalf of three further employees. The amount charged in the income and expenditure account represents the contributions payable to the schemes in respect of the accounting period.

(f) Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less deprecation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Fixtures and fittings	-	25% straight line

(g) Fixed asset investments

Listed investments are classified as financial instruments and valued at fair value, equivalent to bid price at the year end.

Changes in the valuation of listed investments during the year are shown as unrealised gains or losses. Gains and losses arising from the disposal of assets are disclosed as realised, being the difference between the sale proceeds and the market value at the beginning of the year.

(h) Funds

Restricted funds comprise income funds subject to specific trusts arising either from the donor's wishes or the terms of a particular fundraising initiative.

Unrestricted funds comprise the charity's funds, which are expendable at the discretion of the Trustees.

(i) Recognition of liabilities

Liabilities are recognised once there is a legal or constructive obligation that commits the charity to the obligation.

(j) 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.

3. Income from donations and legacies

	2021	2020
	£	£
Donations		
Committed giving	67,281	58,557
Donations	254,687	415,851
Legacies	196,269	321,068
Grants received	11,941	12,217
Donation of services	161,628	237,086
Donations as shares	-	49,512
	691,806	**1,094,291**

Included within donations above are total donations of £77,400 from 6 Trustees of The Sherborne School Foundation (2020: £164,186 from 8 Trustees).

4. Analysis of expenditure on charitable activities

	Staff Costs	Donations to Sherborne School	Support Costs	Total
	£	£	£	£
Charitable Activities:				
Donation to Sherborne School	-	2,067,954	-	2,067,954
Operational costs	55,525	-	44,820	100,345
Total - year ended 30 June 2021	**55,525**	**2,067,954**	**44,820**	**2,168,299**

	Staff Costs	Donations to Sherborne School	Support Costs	Total
	£	£	£	£
Charitable Activities:				
Donation to Sherborne School	-	181,480	-	181,480
Operational costs	82,440	-	46,475	128,915
Total - year ended 30 June 2020	**82,440**	**181,480**	**46,475**	**310,395**

5. Net income/(expenditure) for the year

This is stated after charging:

	2021	2020
	£	£
Depreciation	283	283
Auditor's remuneration for audit of the financial statements	5,220	5,040

6. Analysis of staff costs, trustees' remuneration and expenses and the cost of key management personnel

	2021 £	2020 £
Gross salaries	101,650	133,970
Social security costs	10,110	11,906
Pension costs	11,208	12,602
	122,968	**158,478**

The number of higher paid employees was:

	2021 No.	2020 No.
£60,000 - £70,000	1	1

The calculation of staff costs for higher paid employees includes gross salary and benefits in kind.

The Foundation contributed £8k (2020: £8k) to the personal pension scheme of 1 higher paid employee.

The key management personnel of the charity comprise the Trustees and the Head of the Foundation. The total employee benefits of the key management personnel of the charity were £73k (2020: £73k), including benefits in kind, national insurance and pension contributions. The Trustees are unpaid.

None of the Trustees received any emoluments or expenses from the Foundation during the current or prior year.

7. Staff numbers

The average number of staff employed by the charity during the year was as follows:

	2021 No	2020 No
Management staff	1	1
Administrative staff	3	3
	4	**4**

Included in the above numbers are 2 (2020: 2) part time employees.

8. Tangible fixed assets

	Fixtures and fittings £
Cost	
At 1 July 2020	1,134
Additions	-
At 30 June 2021	1,134
Depreciation	
At 1 July 2020	851
Charge for the year	283
At 30 June 2021	1,134
Net book value	
At 30 June 2021	-
At 30 June 2020	283

9. Investments

	2021 £
At 1 July 2020	736,741
Additions	-
Disposals at book value	(82,000)
Unrealised gain/(loss)	-
At 30 June 2021	654,741
Investments listed on the Stock Exchange	654,741
Historical cost	654,741

10. Debtors

	2021 £	2020 £
Tax recoverable	2,741	37,390
Other debtors	3,561	204,125
	6,302	**241,515**

11. Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals	8,147	8,262

12. Analysis of movements in funds

	Balance at 1 July 2020	Income	Expenditure	Investment Gains/(losses)	Balance at 30 June 2021
	£	£	£	£	£
Restricted Funds:					
Academic Life	7,559	12	-	-	7,571
Andrew Yorke Sail Training Fund	1,002	1,000	(1,990)	-	12
Art Department	188	-	-	-	188
Boarding	81,944	(49,685)	-	-	32,259
Bursary Programme	8,812	13,468	(21,797)	-	483
Chapel Project	2,702	121	-	-	2,823
CCF Field Gun	588	-	(588)	-	-
Drama – Northern Campus 2	4,024	527	-	-	4,551
Ed Moorhouse Fund	8,106	154	(414)	-	7,846
Extra Curricular	7,225	3	(7,228)	-	-
Foundation Fellows	12,091	4,056	-	-	16,147
FOS	279	19	-	-	298
Grand Piano	2,799	1	-	-	2,800
Hardship Fund	99	36,475	(36,573)	-	1
Inspirational Speakers	10,664	2,932	-	-	13,596
Laser Cutter	525	75	-	-	600
Music Master Class	296	-	-	-	296
Music Outreach	2,801	1	-	-	2,802
Music Projects	2,327	1	(1,152)	-	1,176
Music Studio Equipment	881	220	-	-	1,101
Northern Campus	158,704	4,868	(163,572)	-	-
Outward Bound Cottage	1,697	14	-	-	1,711
Personal Development	5,876	3	-	-	5,879
Peter Currie Commemoration Fund	-	-	-	-	-
Sailing Centre	2,014	1	-	-	2,015
Sailing Project 2004	5,131	2	-	-	5,133
Scholarships	-	-	-	-	-
Sports Coaching/Elite	4,404	3,551	-	-	7,955
Sports Projects	484,433	369,060	(853,493)	-	-
Travel and Tour Bursary Fund	275	475	-	-	750
Upper Pavilion	192	-	-	-	192
	817,638	387,354	(1,086,807)	-	118,185
Unrestricted Fund:					
General Fund	1,452,302	304,840	(1,156,867)	-	600,275
Totals	**2,269,940**	**692,194**	**(2,243,674)**	**-**	**718,460**

12. Analysis of movements in funds *(continued)*

	Balance at 1 July 2019	Income	Expenditure	Investment Gains/(losses)	Balance at 30 June 2020
	£	£	£	£	£
Restricted Funds:					
Academic Life	7,442	117	-	-	7,559
Andrew Yorke Sail Training Fund	11,907	1,002	(11,907)	-	1,002
Annual Fund Bursaries	109	-	(109)	-	-
Art Department	188	-	-	-	188
Boarding	675	81,269	-	-	81,944
Boissier Bursary	10	-	(10)	-	-
Bursary Programme	77,323	8,812	(77,323)	-	8,812
Chapel Project	2,576	126	-	-	2,702
CCF Field Gun	-	588	-	-	588
Drama – Northern Campus 2	3,460	564	-	-	4,024
Ed Moorhouse Fund	7,938	168	-	-	8,106
Extra Curricular	2,219	5,006	-	-	7,225
Foundation Fellows	75	23,007	(10,991)	-	12,091
FOS	260	19	-	-	279
Grand Piano	2,593	206	-	-	2,799
Hardship Fund	2,266	99	(2,266)	-	99
Inspirational Speakers	7,912	2,752	-	-	10,664
IT	4,870	-	(4,870)	-	-
Laser Cutter	449	76	-	-	525
Lyon House Fund	1,743	-	(1,743)	-	-
Music Master Class	295	1	-	-	296
Music Outreach	-	2,801	-	-	2,801
Music Projects	742	1,585	-	-	2,327
Music Studio Equipment	660	221	-	-	881
Northern Campus	153,458	5,246	-	-	158,704
Outward Bound Cottage	1,681	16	-	-	1,697
Personal Development	5,863	13	-	-	5,876
Peter Currie Commemoration Fund	1,003	-	(1,003)	-	-
Sailing Centre	2,009	5	-	-	2,014
Sailing Project 2004	5,119	12	-	-	5,131
Scholarships	62,616	-	(62,616)	-	-
Sports Coaching/Elite	1,056	3,348	-	-	4,404
Sports Projects	40,173	444,260	-	-	484,433
Travel and Tour Bursary Fund	475	475	(675)	-	275
Upper Pavilion	191	1	-	-	192
	409,356	581,795	(173,513)	-	817,638
Unrestricted Fund:					
General Fund	1,190,427	517,019	(257,166)	2022	1,452,302
Totals	**1,599,783**	**1,098,814**	**(430,679)**	**2,022**	**2,269,940**

12. Purposes of restricted funds

Academic Life

To aid through the Annual Fund academic projects within the School outlined within and beyond the Annual Fund brochure

Andrew Yorke Sail Training Fund

For the promotion of sailing within the School by offering high quality sailors the chance to undertake instructor and racing courses to improve their skills. Dedicated in the name of Andrew Yorke, the former master in charge of sailing who died in 2005.

Annual Fund Bursaries

From the annual fund donations that are for bursaries in general and will help supplement the support for the Travel and Tour Bursaries, the Personal Development and High Flyer Fund and other bursaries offered by the Foundation in co-operation with the School.

Art Department

To support the future development of the art department through facilities, equipment, staffing and other resources.

Boarding

To support the development and enhancement of boarding facilities within the School.

Boissier Bursary

To support one or more bursaries for a boy entering the School. Named in memory of Peter Boissier who died in 2004.

Bursary Programme

To widen access to Sherborne School through a programme of means tested bursaries.

CCF Field Gun

To support the purchase of a Field Gun for the use of the School's Combined Cadet Force (CCF).

Chapel Project

To aid in the refurbishment of the School Chapel and to develop the spiritual life of the School.

Drama – Northern Campus 2

To support the development of a specific drama space on the School campus.

Ed Moorhouse Fund

To support Sherborne's 'high flying' pupils to undertake enrichment courses which will help to develop their academic abilities in order to enhance applications to universities in the UK and overseas. Such pupils would also be encouraged to apply for Morehead-Cain Scholarships with Chapel Hill University of North Carolina. To also support other areas within the School that were undertaken by Ed Moorhouse (OS 1985-90) who died in 2006.

Extra Curricular

A fund to support extra curricular projects within the Annual Fund.

Foundation Fellows

To support and fund enrichment and teaching Fellows for the School.

Grand Piano

To support the purchase of a grand piano for the music department of the School.

Hardship Fund

To support pupils within the School who fall on hard financial times and whom the School would like to remain in the School until they complete a key stage of their education.

12. Purposes of restricted funds *(continued)*

Inspirational Speakers

To support and fund inspirational speakers coming to the School to enrich and prepare the pupils for the wider and changing world beyond, and to enhance their academic education.

IT

To aid in the improvement of IT provision within the School.

Laser Cutter

To aid in the funding of a laser cutter and other CNC equipment for design technology teaching and practice.

Lyon House Fund

To support the pastoral needs of the residents of Lyon House boarding house primarily to support their academic, pastoral and sporting needs within the House.

Music Master Class

To support music master classes within the School.

Music Outreach

To provide the opportunity for local youngsters to have one instrumental music lesson each week during term time.

Music Projects

To aid the music department in the advancement of the teaching and performance of music.

Music Studio Equipment

To aid in the equipping of a music recording studio within the School.

Northern Campus

To aid in the funding of the School's plans for the redevelopment of the Northern Campus area of the School.

Outward Bound Cottage

Support for the proposed plan to provide a permanent facility as a base for the School's Outward Bound activities.

Personal Development Fund

To support the development of the business and personal skills development of boys within the School and develop their academic skills to a higher level. Primarily but not solely aimed at the development of other skills.

Peter Currie Commemoration Fund

The fund will support boys wanting to undertake trips in areas that Peter himself loved such as golf, languages, hockey and music, and, where possible, also to support deserving Digby boys on any School trips they wish to undertake.

Sailing Centre

To support the development of sailing in the School.

Sailing Project 2004

To support the purchase of boats and other sailing equipment for the School Sailing Club from 2004 onwards.

Scholarships

To support and promote academic excellence at the School through the provision of scholarships.

12. Purposes of restricted funds *(continued)*

Sports Coaching and Elite Sportsman Fund

To support the coaching of Sherborne School sport through additional coaching and conditioning across all sports and, where necessary, sports tours. In addition, to encourage and support elite sportsmen in the furtherance of their abilities.

Sport Projects

To support sport within the School including future development and promotion of sports facilities and the purchase of new equipment for the department.

Travel & Tour Bursary Fund

A fund for supporting those in the School who show a high level of achievement in the sports, arts or academic life of the School who deserve to go on School expeditions and trips but could not otherwise afford to do so. Funding can be given to candidates with the approval of the Headmaster.

Upper Pavilion

The fund is for the refurbishment and extension of the Upper Pavilion.

13. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total £
Fixed assets	608,422	46,319	654,741
Current assets	-	71,866	71,866
Current liabilities	(8,147)	-	(8,147)
Total at 30 June 2021	**600,275**	**118,185**	**718,460**

	Unrestricted Funds £	Restricted Funds £	Total £
Fixed assets	737,024	-	737,024
Current assets	723,540	817,638	1,541,178
Current liabilities	(8,262)	-	(8,262)
Total at 30 June 2020	**1,452,302**	**817,638**	**2,269,940**

14. Reconciliation of net movements in funds to net cash flow from operating activities

	2021 £	2020 £
Net movement in funds	(1,551,480)	668,135
Adjustment for:		
Depreciation	283	283
Donation received as shares	-	(49,512)
	(1,551,197)	618,906
Movements in working capital:		
(Increase)/decrease in debtors	235,213	(228,526)
Increase/(decrease) in creditors	(115)	2,448
Cash generated from/(used in) operations	(1,316,099)	392,828
Net cash provided by/(used in) operating activities	**(1,316,099)**	**392,828**

15. Related party transactions

Transactions between the company and its parent, Sherborne School, are disclosed below:

	2021 £'000	2020 £'000
Donations to parent	2,068	181
Donated services from parent	162	237

There were no other related or connected party transactions during the year.

16. Connected entities

As well as working to encourage giving in the UK, the Foundation has a sister organisation in the United States of America. The focus there is to help individuals to maximise the impact of their giving by providing tax efficient services and advice.

17. Pension

The Foundation contributes to a defined contribution personal pension scheme on behalf of one of its employees. The pension cost charge for the year represents contributions payable by the charity to the scheme, amounting to £8,666 (2020: £8,666). The contribution to the School's defined contribution scheme on behalf of three employees was £2,542 (2020: £3,936).

18. Ultimate parent undertaking and controlling party

The Foundation is a wholly owned subsidiary charity of Sherborne School, a company incorporated and registered in England and Wales. A copy of Sherborne School group financial statements is available from its registered office at Abbey Road, Sherborne, Dorset, DT9 3LF.