

THE HIGHCOMBE EDGE TRUST

England & Wales · Charity number 1077572

Details

Other names	EASTBROOK EDUCATION TRUST (HANTS)
Status	Registered
Legal form	Trust
Registered	1999-09-28
Register	View on the Charity Commission register

Contact

Address	One School Global Uk Hindhead Campus Tilford Road Hindhead Surrey GU26 6SJ
Phone	07848454271
Email	dale.moggach@hindheadtrust.com

Activities

Objects: 1/ THE ADVANCEMENT OF THE EDUCATION OF CHILDREN AND YOUNG PEOPLE BY ASSISTANCE TO THEIR PARENTS TO ENABLE SUCH CHILDREN TO BE TAUGHT OTHERWISE THAN AT SCHOOL AS DEFINED IN THE EDUCATION ACTS 1944 TO 1993.2/ ANY OTHER CHARITABLE PURPOSES FOR THE BENEFIT OF THE BRETHREN.

Activities: Provision of the charity's assets to support the advancement of the education of children and young people through a Brethren school

Classification

- **How:** Provides Buildings/facilities/open Space
- **What:** Education/training, Religious Activities
- **Who:** Children/young People

Geography

- Hampshire
- Surrey

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£3,677,763	£2,665,418	£6,798,874	0
2023-12-31	£2,625,375	£2,718,839	£5,786,529	0
2022-12-31	£2,348,620	£2,388,470	£5,879,992	0
2021-12-31	£1,191,934	£1,443,257	£5,919,846	0
2020-06-30	£362,229	£90,538	-	-

Trustees

Name	Role	Appointed
Shane Lee White	Chair	2023-12-18
Blake Hayden Prisgrove		2023-12-18
Dale Paul Moggach		2023-12-18
Gerald Marsh		2023-12-18
Robert Rose		2023-12-18

THE HIGHCOMBE EDGE TRUST

England & Wales - Charity number 1077572

Accounts

Charity registration number: 1077572

The Highcombe Edge Trust

Trustees' Report and Financial Statements

for the year ended 31st December 2024

mca Banbury Ltd
Unit 4-6
The Wharf Centre
Wharf Street
Warwick
CV34 5LB

The Highcombe Edge Trust

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The Highcombe Edge Trust

Reference and Administrative Details

Trustees	Mr S L White
	Mr B H Prisgrove
	Mr G Marsh
	Mr P Moggach
	Mr R Rose
Charity Registration Number	1077572
Principal Office	Hindhead Campus Tilford Road Hindhead Surrey GU26 6SJ
Auditor	mca Banbury Ltd Unit 4-6 The Wharf Centre Wharf Street Warwick CV34 5LB
Bankers	Lloyds Bank Business Banking BX1 1LT

The Highcombe Edge Trust

Trustees' Report

The Trustees present their report with the financial statements of the charity for the year ended 31st December 2024. The Trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Objectives and activities

Objects and aims

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

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

A separate building is also provided Zapp UK Trading Ltd a Subsidiary Campus Trading company for local Campus & Co shop under a separate lease.

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

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

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

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

The trading activities of the charity's trading subsidiary Zapp UK Trading Ltd (Registered Number 09432502), which operates a chain of convenience stores, are undertaken by volunteers.

Objectives, strategies and activities

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

The charity has a wholly owned subsidiary company, Zapp UK Trading Ltd which undertakes trading activities. All profits chargeable to corporation tax are gifted to the charity in support of the charitable activities of the charity.

The Highcombe Edge Trust

Trustees' Report

Financial review

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

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

In the year ended 31st December 2024 the charity reported a net deficit of £1,031,149 (2023 deficit of £251,846). The group reported a net surplus of £1,012,345 (2023 deficit of £93,464).

At the year end the charity had net current assets of £171,436 (2023 net current assets of £99,390). The group had net current assets of £538,749 (2023 net current asset of £455,104).

The charity's policy is to maintain minimum free reserves at a level which equates to six months' unrestricted expenditure. At the year end 2024 the free reserves of the charity were £6,483,906 (31st December 2023 £5,472,242).

After making appropriate enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, it continues to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

Plans for future periods

Aims and key objectives for future periods

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

Structure, governance and management

Sceptre Education is constituted by a Deed of Trust dated 28.07.1998, (amended 19.08.2003) and is registered with the Charity Commission for England and Wales.

The Trustees who served during the year and since the year end are set out on page 1. None of the Trustees, nor any person connected with them, received any remuneration from the charity in the year ended 31st December 2024 (year ended 31st December 2023 £nil).

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

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

The Highcombe Edge Trust

Trustees' Report

Principal Risks

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

The principal risks to the charity are:

- risk of damage to the property held by the charity (although the property holds property insurance);
- risk of closure or relocation of the schooling by OneSchool Global UK (considered unlikely); and
- risk of fall in trading activities of the wholly owned trading subsidiary, either due to a fall in customer loyalty or a significant increase in supplier prices (closely monitored by the trading subsidiary directors who would then take appropriate action).

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

The Highcombe Edge Trust

Trustees' Report

Statement of trustees' responsibilities

The trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and the group and of the incoming resources and application of resources of the charitable group for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the parent charitable company will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and the group and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the charity deed. They are also responsible for safeguarding the assets of the charity and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The annual report was approved by the trustees of the charity on **28 Jul 2025** and signed on its behalf by:



.....
Mr B H Prisgrove
Trustee

The Highcombe Edge Trust

Independent Auditor's Report to the Members of The Highcombe Edge Trust

Opinion

We have audited the financial statements of The Highcombe Edge Trust (the 'charitable parent company') and its subsidiaries (the 'group') for the year ended 31 December 2024, which comprise the Consolidated Statement of Financial Activities, Consolidated Balance Sheet, Balance Sheet, Consolidated 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 United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charity's affairs as at 31 December 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor responsibilities for the audit of the financial statements section of our report. We are independent of the group 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 group's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were 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, 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.

The Highcombe Edge Trust

Independent Auditor's Report to the Members of The Highcombe Edge Trust

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; or
- the parent charity financial statements are not in agreement with the accounting records and returns; or
- the parent charity has not kept sufficient accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of trustees' responsibilities (set out on page 5), the trustees 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor 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.

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

The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with the applicable laws and regulations.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- Making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- Considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls. we:

The Highcombe Edge Trust

Independent Auditor's Report to the Members of The Highcombe Edge Trust

- Performed analytical procedures to identify any unusual or unexpected relationships;
- Tested journal entries to identify unusual transactions;
- Assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- Investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- Agreeing financial statement disclosures to underlying supporting documentation
- Enquiring of management as to actual and potential litigation and claims:

There are inherent limitations in our audit procedures described above. The more removed those laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management. Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Report of the Auditors to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Report of the Auditors. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures. And whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation
- We define materiality as the magnitude of misstatement in the Financial Statements that makes it probable that the economic decisions of a reasonably knowledgeable person would be changed or influenced. We use materiality both in planning and in the scope of our audit work and in evaluating the results of our work.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

The Highcombe Edge Trust

Independent Auditor's Report to the Members of The Highcombe Edge Trust

A further description of our responsibilities is available 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 charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the group's trustees 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 charity and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.



.....
Martin Cox (Senior Statutory Auditor)
For and on behalf of mca Banbury Ltd, Statutory Auditor

Unit 4-6
The Wharf Centre
Wharf Street
Warwick
CV34 5LB Date: **29 Jul 2025**

The Highcombe Edge Trust

Consolidated Statement of Financial Activities for the Year Ended 31 December 2024 (Including Consolidated Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2024 £
Income and Endowments from:				
Donations and legacies	3	40,480	1,122,286	1,162,766
Charitable activities	4	7,500	-	7,500
Investment income	6	460	-	460
Other income		2,507,037	-	2,507,037
Total income		2,555,477	1,122,286	3,677,763
Expenditure on:				
Raising funds	7	(2,201,492)	-	(2,201,492)
Charitable activities	8	(429,056)	(34,870)	(463,926)
Total expenditure		(2,630,548)	(34,870)	(2,665,418)
Net (expenditure)/income		(75,071)	1,087,416	1,012,345
Transfers between funds		1,067,931	(1,067,931)	-
Net movement in funds		992,860	19,485	1,012,345
Reconciliation of funds				
Total funds brought forward		5,786,529	-	5,786,529
Total funds carried forward	17	6,779,389	19,485	6,798,874
	Note	Unrestricted funds £	Total 2023 £	
Income and Endowments from:				
Donations and legacies	3	107,071	107,071	
Charitable activities	4	8,750	8,750	
Investment income	6	379	379	
Other income		2,509,175	2,509,175	
Total income		2,625,375	2,625,375	
Expenditure on:				
Raising funds	7	(2,105,910)	(2,105,910)	
Charitable activities	8	(612,929)	(612,929)	
Total expenditure		(2,718,839)	(2,718,839)	
Net expenditure		(93,464)	(93,464)	
Net movement in funds		(93,464)	(93,464)	
Reconciliation of funds				
Total funds brought forward		5,879,993	5,879,993	

The notes on pages 15 to 28 form an integral part of these financial statements.

The Highcombe Edge Trust

Consolidated Statement of Financial Activities for the Year Ended 31 December 2024 (Including Consolidated Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Total 2023 £
Total funds carried forward	17	<u>5,786,529</u>	<u>5,786,529</u>

All of the group's activities derive from continuing operations during the above two periods.

The funds breakdown for 2023 is shown in note 17.

The notes on pages 15 to 28 form an integral part of these financial statements.

The Highcombe Edge Trust

Consolidated Balance Sheet as at 31 December 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible assets	12	6,260,125	5,331,425
Current assets			
Stocks	14	339,945	310,006
Debtors	15	97,520	168,076
Cash at bank and in hand		481,738	303,478
		<u>919,203</u>	<u>781,560</u>
Creditors: Amounts falling due within one year	16	<u>(380,454)</u>	<u>(326,456)</u>
Net current assets		<u>538,749</u>	<u>455,104</u>
Net assets		<u><u>6,798,874</u></u>	<u><u>5,786,529</u></u>
Funds of the group:			
Restricted income funds			
Restricted funds		19,485	-
Unrestricted income funds			
Unrestricted funds		<u>6,779,389</u>	<u>5,786,529</u>
Total funds	17	<u><u>6,798,874</u></u>	<u><u>5,786,529</u></u>

The financial statements on pages 10 to 28 were approved by the trustees and authorised for issue on **28 Jul 2025** and signed on their behalf by:



.....
Mr B H Prisgrove
Trustee

The notes on pages 15 to 28 form an integral part of these financial statements.

The Highcombe Edge Trust

Balance Sheet as at 31 December 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible assets	12	6,065,661	5,106,558
Investments		<u>266,294</u>	<u>266,294</u>
		<u>6,331,955</u>	<u>5,372,852</u>
Current assets			
Debtors	15	-	1,663
Cash at bank and in hand		<u>359,640</u>	<u>111,027</u>
		359,640	112,690
Creditors: Amounts falling due within one year	16	<u>(188,204)</u>	<u>(13,300)</u>
Net current assets		<u>171,436</u>	<u>99,390</u>
Net assets		<u>6,503,391</u>	<u>5,472,242</u>
Funds of the charity:			
Restricted income funds			
Restricted funds		19,485	-
Unrestricted income funds			
Unrestricted funds		<u>6,483,906</u>	<u>5,472,242</u>
Total funds	17	<u>6,503,391</u>	<u>5,472,242</u>

The financial statements on pages 10 to 28 were approved by the trustees, and authorised for issue on **28 Jul 2025** and signed on their behalf by:



.....
Mr B H Prigrove
Trustee

The notes on pages 15 to 28 form an integral part of these financial statements.

The Highcombe Edge Trust

Consolidated Statement of Cash Flows for the Year Ended 31 December 2024

	Note	2024 £	2023 £
Cash flows from operating activities			
Net cash income/(expenditure)		1,012,345	(93,464)
Adjustments to cash flows from non-cash items			
Depreciation	7	140,432	355,684
Investment income	6	(460)	(379)
		<u>1,152,317</u>	<u>261,841</u>
Working capital adjustments			
Increase in stocks	14	(29,939)	(61,001)
Decrease/(increase) in debtors	15	70,557	(43,102)
Increase in creditors	16	56,997	56,733
Net cash flows from operating activities		<u>1,249,932</u>	<u>214,471</u>
Cash flows from investing activities			
Interest receivable and similar income	6	460	379
Purchase of tangible fixed assets	12	(1,082,165)	(138,125)
Sale of tangible fixed assets		13,033	8,946
Net cash flows from investing activities		<u>(1,068,672)</u>	<u>(128,800)</u>
Cash flows from financing activities			
Repayment of loans and borrowings	16	(3,000)	(29,890)
Net increase in cash and cash equivalents		178,260	55,781
Cash and cash equivalents at 1 January		<u>303,478</u>	<u>247,697</u>
Cash and cash equivalents at 31 December		<u><u>481,738</u></u>	<u><u>303,478</u></u>

All of the cash flows are derived from continuing operations during the above two periods.

The notes on pages 15 to 28 form an integral part of these financial statements.

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

1 General Information

The Brooklands Education Trust is an unincorporated charity (no: SCO25013) registered in Scotland. The registered address is 17 Law Place, Nerston Industrial Estate, East Kilbride, Glasgow, G74 4QL.

2 Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Highcombe Edge Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Basis of consolidation

The Consolidated statement of financial activities (SOFA) and Consolidated balance sheet consolidate the financial statements of the Charity and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The Charity has also taken advantage of the exemption available to a qualifying entity in FRS 102 from the requirement to present a Charity only statement of cash flows and certain disclosures about the Charity's financial instruments within the consolidated financial statements.

No separate SOFA has been prepared for the Charity alone.

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

A subsidiary is an entity controlled by the charity. Control is achieved where the charity has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the statement of financial activities from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the group.

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between the charity and its subsidiaries, which are related parties, are eliminated in full.

Intra-group losses are also eliminated but may indicate an impairment that requires recognition in the consolidated financial statements.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group. Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling shareholder's share of changes in equity since the date of the combination. Total comprehensive income is attributed to non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Going concern

The trustees consider that there are no material uncertainties about the group's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the group.

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

Income

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

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Charity, can be reliably measured.

Grants are included in the Consolidated statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

Expenditure

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

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

Tangible fixed assets

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

Depreciation and amortisation

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives. Assets costing less than £500 are written off to the SoFA in the year of purchase.

Asset class	Depreciation method and rate
Freehold property	2% Straight Line
Plant & Machinery	20% Straight Line
Leasehold property	10% Straight Line
Fixtures & Fittings	15% Reducing Balance

Current asset investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Consolidated statement of financial activities.

Investments in subsidiaries are valued at cost less provision for impairment.

Stock

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

Trade debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Fund structure

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Group and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes, The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Financial instruments

Classification

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.

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

3 Income from donations and legacies

	Unrestricted funds General £	Total funds £
Gifts and donations	40,480	40,480
Total for 2024	40,480	40,480
Total for 2023	107,071	107,071

4 Income from charitable activities

	Unrestricted funds General £	Total funds £
Rental Income	7,500	7,500
Total for 2024	7,500	7,500
Total for 2023	8,750	8,750

5 Income from other trading activities

	Unrestricted funds General £	Total funds £
Trading Income - Tempo Group Ltd	2,507,037	2,507,037
Total for 2024	2,507,037	2,507,037
Total for 2023	2,509,175	2,509,175

6 Investment income

	Unrestricted funds General £	Total funds £
Bank Interest	460	460
Total for 2024	460	460
Total for 2023	379	379

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

7 Expenditure on raising funds

a) Costs of trading activities

	Unrestricted funds General £	Total funds £
Trading Costs - Tempo Group Ltd	2,201,492	2,201,492
Total for 2024	<u>2,201,492</u>	<u>2,201,492</u>
Total for 2023	<u>2,105,910</u>	<u>2,105,910</u>

8 Expenditure on charitable activities

	Note	Unrestricted funds General £	Restricted funds £	Total funds £
Charitable activities	9	429,056	34,870	463,926
Total for 2023		<u>612,929</u>	<u>-</u>	<u>612,929</u>

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

9 Analysis of support costs

Support costs allocated to charitable activities

	Governance costs £	Finance costs £	Administration costs £	Premises costs including depreciation £	Other support costs £
Charitable activities	<u>5,998</u>	<u>94</u>	<u>9,213</u>	<u>144,272</u>	<u>304,349</u>
					Total 2024 £
Charitable activities					<u>463,926</u>
	Governance costs £	Administration costs £	Premises costs including depreciation £	Other support costs £	Total 2023 £
Charitable activities	<u>2,718</u>	<u>110</u>	<u>395,219</u>	<u>214,882</u>	<u>612,929</u>

Other supports costs are donations made to OSG.

Staff costs are nil. Brooklands Education Trust is run entirely by volunteers.

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

10 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the group during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

11 Auditors' remuneration

	2023 £
Other fees to auditors	
The auditing of accounts of any associate of the charity	4,000
All other non-audit services	<u>2,000</u>
	<u><u>6,000</u></u>

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

12 Tangible fixed assets

Group

	Land and buildings £	Furniture and equipment £	Total £
Cost			
At 1 January 2024	6,135,845	678,193	6,814,038
Additions	1,080,290	1,875	1,082,165
Disposals	-	(125,143)	(125,143)
At 31 December 2024	7,216,135	554,925	7,771,060
Depreciation			
At 1 January 2024	842,641	639,972	1,482,613
Charge for the year	124,500	15,932	140,432
Eliminated on disposals	-	(112,110)	(112,110)
At 31 December 2024	967,141	543,794	1,510,935
Net book value			
At 31 December 2024	6,248,994	11,131	6,260,125
At 31 December 2023	5,293,204	38,221	5,331,425

Charity

	Land and buildings £	Total £
Cost		
At 1 January 2024	5,913,429	5,913,429
Additions	1,067,931	1,067,931
At 31 December 2024	6,981,360	6,981,360
Depreciation		
At 1 January 2024	806,871	806,871
Charge for the year	108,828	108,828
At 31 December 2024	915,699	915,699
Net book value		
At 31 December 2024	6,065,661	6,065,661
At 31 December 2023	5,106,558	5,106,558

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

13 Fixed asset investments

Charity

Shares in group undertakings and participating interests

	Subsidiary undertakings £	Total £
Cost		
At 1 January 2024	266,294	266,294
At 31 December 2024	266,294	266,294
Net book value		
At 31 December 2024	266,294	266,294
At 31 December 2023	266,294	266,294

Details of undertakings

Details of the investments in which the charity holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held		Principal activity
			2024	2023	
Subsidiary undertakings					
Zapp UK Trading Ltd The Old Fire Station, Wheeler Lane, Witley, Goldalming, Surrey, GU8 5QU	United Kingdom		100%	100%	Sale of retail goods

14 Stock

	Group		Charity 2024 £
	2024 £	2023 £	
Stocks	339,945	310,006	-

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

15 Debtors

	Group		Charity	
	2024	2023	2024	2023
	£	£	£	£
Trade debtors	91,201	124,022	-	500
Prepayments	6,319	25,419	-	-
Other debtors	-	18,635	-	1,163
	<u>97,520</u>	<u>168,076</u>	<u>-</u>	<u>1,663</u>

16 Creditors: amounts falling due within one year

	Group		Charity	
	2024	2023	2024	2023
	£	£	£	£
Bank loans	-	3,000	-	-
Trade creditors	494,509	217,821	368,130	10,975
Other taxation and social security	-	342	-	-
VAT	(168,293)	14,926	(187,280)	-
Other creditors	17,408	28,492	-	-
Accruals	36,830	61,875	7,354	2,325
	<u>380,454</u>	<u>326,456</u>	<u>188,204</u>	<u>13,300</u>

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

17 Funds

Group

	Balance at 1 January 2024 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2024 £
Unrestricted funds					
General	5,786,529	2,555,477	(2,630,548)	1,067,931	6,779,389
Restricted funds	<u>-</u>	<u>1,122,286</u>	<u>(34,870)</u>	<u>(1,067,931)</u>	<u>19,485</u>
Total funds	<u>5,786,529</u>	<u>3,677,763</u>	<u>(2,665,418)</u>	<u>-</u>	<u>6,798,874</u>

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Balance at 31 December 2023 £
Unrestricted funds				
General	<u>5,879,993</u>	<u>2,625,375</u>	<u>(2,718,839)</u>	<u>5,786,529</u>

Charity

	Balance at 1 January 2024 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2024 £
Unrestricted funds					
General	5,472,242	372,789	(429,056)	1,067,931	6,483,906
Restricted funds	<u>-</u>	<u>1,122,286</u>	<u>(34,870)</u>	<u>(1,067,931)</u>	<u>19,485</u>
Total funds	<u>5,472,242</u>	<u>1,495,075</u>	<u>(463,926)</u>	<u>-</u>	<u>6,503,391</u>

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Balance at 31 December 2023 £
Unrestricted funds				
General	<u>5,724,089</u>	<u>361,082</u>	<u>(612,929)</u>	<u>5,472,242</u>

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

18 Analysis of net assets between funds

Group

	Unrestricted funds General £	Total funds at 31 December 2024 £
Tangible fixed assets	6,260,125	6,260,125
Current assets	919,203	919,203
Current liabilities	(380,454)	(380,454)
Total net assets	<u>6,798,874</u>	<u>6,798,874</u>
	Unrestricted funds General £	Total funds at 31 December 2023 £
Tangible fixed assets	5,331,425	5,331,425
Current assets	781,560	781,560
Current liabilities	(326,456)	(326,456)
Total net assets	<u>5,786,529</u>	<u>5,786,529</u>

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2024

Charity

	Unrestricted funds General £	Total funds at 31 December 2024 £
Tangible fixed assets	6,065,661	6,065,661
Fixed asset investments	266,294	266,294
Current assets	359,640	359,640
Current liabilities	(188,204)	(188,204)
Total net assets	<u>6,503,391</u>	<u>6,503,391</u>
	Unrestricted funds General £	Total funds at 31 December 2023 £
Tangible fixed assets	5,106,558	5,106,558
Fixed asset investments	266,294	266,294
Current assets	112,690	112,690
Current liabilities	(13,300)	(13,300)
Total net assets	<u>5,472,242</u>	<u>5,472,242</u>

19 Related party transactions

Charity

During the year, the charity received £324,349 of donations from its trading subsidiary.



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Parties involved with this document

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Mon, 28th Jul 2025 15:05:34 BST	Mr Blake Prisgrove - Signer (489f6de5c92f41da54faca7f0e6720f4)

Audit history log

Date	Action
Tue, 22nd Jul 2025 13:53:21 BST	Envelope generated with fingerprint 6919b5e25711f28bc3d097d7142a28e0 (35.176.231.177)
Tue, 22nd Jul 2025 13:53:21 BST	Document generated with fingerprint 8f7306650918bd22a5c01298260b50d1. (35.176.231.177)
Tue, 22nd Jul 2025 13:53:21 BST	Mr Blake Prisgrove has been assigned to this envelope. (35.176.231.177)
Tue, 22nd Jul 2025 13:53:31 BST	Envelope generated
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Mon, 28th Jul 2025 15:04:48 BST	Mr Blake Prisgrove viewed the envelope (188.39.132.202)
Mon, 28th Jul 2025 15:05:34 BST	Mr Blake Prisgrove signed the envelope (188.39.132.202)
Mon, 28th Jul 2025 15:05:34 BST	This envelope has been signed by all parties (188.39.132.202)

THE HIGHCOMBE EDGE TRUST

England & Wales - Charity number 1077572

Accounts

Charity registration number: 1077572

The Highcombe Edge Trust

Trustees' Report and Financial Statements

for the year ended 31st December 2023

mca Banbury Ltd
Unit 4-6
The Wharf Centre
Wharf Street
Warwick
CV34 5LB

The Highcombe Edge Trust

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The Highcombe Edge Trust

Reference and Administrative Details

Trustees	Mr S L White
	Mr B H Prisgrove
	Mr G Marsh
	Mr P Moggach
	Mr R Rose
Charity Registration Number	1077572
Principal Office	Hindhead Campus Tilford Road Hindhead Surrey GU26 6SJ
Auditor	mca Banbury Ltd Unit 4-6 The Wharf Centre Wharf Street Warwick CV34 5LB
Bankers	Lloyds Bank Business Banking BX1 1LT

The Highcombe Edge Trust

Trustees' Report

The Trustees present their report with the financial statements of the charity for the year ended 31st December 2023. The Trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Objectives and activities

Objects and aims

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

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

A separate building is also provided Zapp UK Trading Ltd a Subsidiary Campus Trading company for local Campus & Co shop under a separate lease.

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

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

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

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

The trading activities of the charity's trading subsidiary Zapp UK Trading Ltd (Registered Number 09432502), which operates a chain of convenience stores, are undertaken by volunteers.

Objectives, strategies and activities

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

The charity has a wholly owned subsidiary company, Zapp UK Trading Ltd which undertakes trading activities. All profits chargeable to corporation tax are gifted to the charity in support of the charitable activities of the charity.

The Highcombe Edge Trust

Trustees' Report

Financial review

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

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

In the year ended 31st December 2023 the charity reported a net deficit of £251,846 (2022 deficit of £96,699). The group reported a net deficit of £93,464 (2022 surplus of £53,558).

At the year end the charity had net current assets of £99,390 (2022 net current assets of £49,824). The group had net current assets of £455,104 (2022 net current asset of £399,755).

The charity's policy is to maintain minimum free reserves at a level which equates to six months' unrestricted expenditure. This is approximately £48,395. At the year end 2023 the free reserves of the charity were £5,472,242 (31st December 2022 £5,724,088).

After making appropriate enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, it continues to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

Plans for future periods

Aims and key objectives for future periods

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

Structure, governance and management

The Highcombe Edge Trust is constituted by a Deed of Trust dated 15 July 1999 and is registered with the Charity Commission for England and Wales.

The Trustees who served during the year and since the year end are set out on page 1. None of the Trustees, nor any person connected with them, received any remuneration from the charity in the year ended 31st December 2023 (year ended 31st December 2022 £nil).

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

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

The Highcombe Edge Trust

Trustees' Report

Principal Risks

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

The principal risks to the charity are:

- risk of damage to the property held by the charity (although the property holds property insurance);
- risk of closure or relocation of the schooling by OneSchool Global UK (considered unlikely); and
- risk of fall in trading activities of the wholly owned trading subsidiary, either due to a fall in customer loyalty or a significant increase in supplier prices (closely monitored by the trading subsidiary directors who would then take appropriate action).

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

The Highcombe Edge Trust

Trustees' Report

Statement of trustees' responsibilities

The trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and the group and of the incoming resources and application of resources of the charitable group for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the parent charitable company will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and the group and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the charity deed. They are also responsible for safeguarding the assets of the charity and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The annual report was approved by the trustees of the charity on 28/08/2024. and signed on its behalf by:

Blake Prisgrove

.....
Mr B H Prisgrove
Trustee

The Highcombe Edge Trust

Independent Auditor's Report to the Members of The Highcombe Edge Trust

Opinion

We have audited the financial statements of The Highcombe Edge Trust (the 'charitable parent company') and its subsidiaries (the 'group') for the year ended 31 December 2023, which comprise the Consolidated Statement of Financial Activities, Consolidated Balance Sheet, Balance Sheet, Consolidated 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 United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charity's affairs as at 31 December 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor responsibilities for the audit of the financial statements section of our report. We are independent of the group 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 group's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were 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, 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.

The Highcombe Edge Trust

Independent Auditor's Report to the Members of The Highcombe Edge Trust

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; or
- the parent charity financial statements are not in agreement with the accounting records and returns; or
- the parent charity has not kept sufficient accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of trustees' responsibilities (set out on page 5), the trustees 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor 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.

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

The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with the applicable laws and regulations.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- Considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

The Highcombe Edge Trust

Independent Auditor's Report to the Members of The Highcombe Edge Trust

- Performed analytical procedures to identify any unusual or unexpected relationships;
- Tested journal entries to identify unusual transactions;

Assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and

- Investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- Agreeing financial statement disclosures to underlying supporting documentation
- Enquiring of management as to actual and potential litigation and claims;

There are inherent limitations in our audit procedures described above. The more removed those laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management. Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Report of the Auditors to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Report of the Auditors. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- We define materiality as the magnitude of misstatement in the Financial Statements that makes it probable that the economic decisions of a reasonably knowledgeable person would be changed or influenced. We use materiality both in planning and in the scope of our audit work and in evaluating the results of our work.

The Highcombe Edge Trust

Independent Auditor's Report to the Members of The Highcombe Edge Trust

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A further description of our responsibilities is available 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 charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the group's trustees 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 charity and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Martin Cox (Senior Statutory Auditor)

For and on behalf of mca Banbury Ltd, Statutory Auditor

Unit 4-6
The Wharf Centre
Wharf Street
Warwick
CV34 5LB

Date: 12/09/2024.....

The Highcombe Edge Trust

Consolidated Statement of Financial Activities for the Year Ended 31 December 2023 (Including Consolidated Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Total 2023 £
Income and Endowments from:			
Donations and legacies	3	107,071	107,071
Charitable activities	4	8,750	8,750
Investment income	6	379	379
Other income		2,509,175	2,509,175
Total income		2,625,375	2,625,375
Expenditure on:			
Raising funds	7	(2,105,910)	(2,105,910)
Charitable activities	8	(612,929)	(612,929)
Total expenditure		(2,718,839)	(2,718,839)
Net expenditure		(93,464)	(93,464)
Net movement in funds		(93,464)	(93,464)
Reconciliation of funds			
Total funds brought forward		5,879,993	5,879,993
Total funds carried forward	17	5,786,529	5,786,529
	Note	Unrestricted funds £	Total 2022 £
Income and Endowments from:			
Donations and legacies	3	81,524	81,524
Charitable activities	4	7,633	7,633
Investment income	6	54	54
Other income		2,259,409	2,259,409
Total income		2,348,620	2,348,620
Expenditure on:			
Raising funds	7	(1,940,642)	(1,940,642)
Charitable activities	8	(447,828)	(447,828)
Total expenditure		(2,388,470)	(2,388,470)
Net expenditure		(39,850)	(39,850)
Net movement in funds		(39,850)	(39,850)
Reconciliation of funds			
Total funds brought forward		5,919,843	5,919,843

The notes on pages 15 to 26 form an integral part of these financial statements.

The Highcombe Edge Trust

Consolidated Statement of Financial Activities for the Year Ended 31 December 2023 (Including Consolidated Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Total 2022 £
Total funds carried forward	17	<u>5,879,993</u>	<u>5,879,993</u>

All of the group's activities derive from continuing operations during the above two periods.

The funds breakdown for 2022 is shown in note 17.

The notes on pages 15 to 26 form an integral part of these financial statements.

The Highcombe Edge Trust

Consolidated Balance Sheet as at 31 December 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	12	5,331,425	5,557,930
Current assets			
Stocks	14	310,006	249,005
Debtors	15	168,076	124,974
Cash at bank and in hand		303,478	247,697
		<u>781,560</u>	<u>621,676</u>
Creditors: Amounts falling due within one year	16	<u>(326,456)</u>	<u>(299,613)</u>
Net current assets		<u>455,104</u>	<u>322,063</u>
Net assets		<u>5,786,529</u>	<u>5,879,993</u>
Funds of the group:			
Unrestricted income funds			
Unrestricted funds		<u>5,786,529</u>	<u>5,879,993</u>
Total funds	17	<u>5,786,529</u>	<u>5,879,993</u>

The financial statements on pages 10 to 26 were approved by the trustees and authorised for issue on 28/08/2024...and signed on their behalf by:

Blake Prisgrove

 Mr B H Prisgrove
 Trustee

The notes on pages 15 to 26 form an integral part of these financial statements.

The Highcombe Edge Trust

Balance Sheet as at 31 December 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	12	5,106,558	5,407,970
Investments		266,294	266,294
		<u>5,372,852</u>	<u>5,674,264</u>
Current assets			
Debtors	15	1,663	1,124
Cash at bank and in hand		111,027	66,127
		<u>112,690</u>	<u>67,251</u>
Creditors: Amounts falling due within one year	16	(13,300)	(17,427)
Net current assets		<u>99,390</u>	<u>49,824</u>
Net assets		<u>5,472,242</u>	<u>5,724,088</u>
Funds of the charity:			
Unrestricted income funds			
Unrestricted funds		<u>5,472,242</u>	<u>5,724,088</u>
Total funds	17	<u>5,472,242</u>	<u>5,724,088</u>

The financial statements on pages 10 to 26 were approved by the trustees, and authorised for issue on . 28/08/2024. and signed on their behalf by:

Blake Prisgrove

.....
Mr B H Prisgrove
Trustee

The notes on pages 15 to 26 form an integral part of these financial statements.

The Highcombe Edge Trust

Consolidated Statement of Cash Flows for the Year Ended 31 December 2023

	Note	2023 £	2022 £
Cash flows from operating activities			
Net cash expenditure		(93,464)	(39,850)
Adjustments to cash flows from non-cash items			
Depreciation	7	355,684	191,139
Investment income	6	(379)	(54)
		261,841	151,235
Working capital adjustments			
Increase in stocks	14	(61,001)	(1,568)
Increase in debtors	15	(43,102)	(62,849)
Increase in creditors	16	56,733	146,397
Net cash flows from operating activities		214,471	233,215
Cash flows from investing activities			
Interest receivable and similar income	6	379	54
Purchase of tangible fixed assets	12	(138,125)	(235,812)
Sale of tangible fixed assets		8,946	13,472
Net cash flows from investing activities		(128,800)	(222,286)
Cash flows from financing activities			
Repayment of loans and borrowings	16	(29,890)	(117,479)
Net increase/(decrease) in cash and cash equivalents		55,781	(106,550)
Cash and cash equivalents at 1 January		247,697	354,247
Cash and cash equivalents at 31 December		303,478	247,697

All of the cash flows are derived from continuing operations during the above two periods.

The notes on pages 15 to 26 form an integral part of these financial statements.

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

1 General Information

The Highcombe Edge Trust is an unincorporated charity (no: 1077572) registered in England and Wales. The registered address is Somerville, 8 Bridle Close, Grayshott, Hindhead, GU26 6EA.

2 Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Highcombe Edge Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Basis of consolidation

The Consolidated statement of financial activities (SOFA) and Consolidated balance sheet consolidate the financial statements of the Charity and its subsidiary undertaking. The results of the subsidiary are consolidated on a line-by-line basis.

The Charity has also taken advantage of the exemption available to a qualifying entity in FRS 102 from the requirement to present a Charity only statement of cash flows and certain disclosures about the Charity's financial instruments within the consolidated financial statements.

No separate SOFA has been prepared for the Charity alone.

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

A subsidiary is an entity controlled by the charity. Control is achieved where the charity has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the statement of financial activities from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the group.

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between the charity and its subsidiaries, which are related parties, are eliminated in full.

Intra-group losses are also eliminated but may indicate an impairment that requires recognition in the consolidated financial statements.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group. Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling shareholder's share of changes in equity since the date of the combination. Total comprehensive income is attributed to non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Going concern

The trustees consider that there are no material uncertainties about the group's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the group.

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

Income

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

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Charity, can be reliably measured.

Grants are included in the Consolidated statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

Expenditure

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

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

Tangible fixed assets

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

Depreciation and amortisation

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives. Assets costing less than £500 are written off to the SoFA in the year of purchase.

Asset class	Depreciation method and rate
Freehold property	2% Straight Line
Plant & Machinery	20% Straight Line
Leasehold property	10% Straight Line
Fixtures & Fittings	15% Reducing Balance

Current asset investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Consolidated statement of financial activities.

Investments in subsidiaries are valued at cost less provision for impairment.

Stock

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

Trade debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Fund structure

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Group and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes, The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

Financial instruments

Classification

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.

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

3 Income from donations and legacies

	Unrestricted funds General £	Total funds £
Gifts and donations	107,071	107,071
Total for 2023	107,071	107,071
Total for 2022	81,524	81,524

4 Income from charitable activities

	Unrestricted funds General £	Total funds £
Rental Income	8,750	8,750
Total for 2023	8,750	8,750
Total for 2022	7,633	7,633

5 Income from other trading activities

	Unrestricted funds General £	Total funds £
Trading Income - Zapp UK Trading Ltd	2,509,175	2,509,175
Total for 2023	2,509,175	2,509,175
Total for 2022	2,259,409	2,259,409

6 Investment income

	Unrestricted funds General £	Total funds £
Bank Interest	379	379
Total for 2023	379	379
Total for 2022	54	54

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

7 Expenditure on raising funds

a) Costs of trading activities

	Unrestricted funds General £	Total funds £
Trading Costs - Zapp UK Trading Ltd	2,105,910	2,105,910
Total for 2023	<u>2,105,910</u>	<u>2,105,910</u>
Total for 2022	<u>1,940,642</u>	<u>1,940,642</u>

8 Expenditure on charitable activities

	Note	Unrestricted funds General £	Total funds £
Charitable activities	9	612,929	612,929
Total for 2022		<u>447,828</u>	<u>447,828</u>

9 Analysis of support costs

Support costs allocated to charitable activities

	Governance costs £	Administration costs £	Premises costs including depreciation £	Other support costs £	Total 2023 £
Charitable activities	<u>2,718</u>	<u>110</u>	<u>395,219</u>	<u>214,882</u>	<u>612,929</u>
	Governance costs £	Administration costs £	Premises costs including depreciation £	Other support costs £	Total 2022 £
Charitable activities	<u>7,050</u>	<u>6,798</u>	<u>153,532</u>	<u>280,448</u>	<u>447,828</u>

Other supports costs are donations made to OSG.

Staff costs are nil. The Highcombe Edge Trust is run entirely by volunteers.

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

10 Trustees' remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the group during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

11 Auditors' remuneration

	2023 £	2022 £
Other fees to auditors		
The auditing of accounts of any associate of the charity	4,000	4,525
All other non-audit services	2,000	2,525
	<u>6,000</u>	<u>7,050</u>

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

12 Tangible fixed assets

Group

	Land and buildings £	Furniture and equipment £	Total £
Cost			
At 1 January 2023	5,997,720	708,950	6,706,670
Additions	138,125	-	138,125
Disposals	-	(30,757)	(30,757)
At 31 December 2023	6,135,845	678,193	6,814,038
Depreciation			
At 1 January 2023	718,813	429,927	1,148,740
Charge for the year	123,828	231,856	355,684
Eliminated on disposals	-	(21,811)	(21,811)
At 31 December 2023	842,641	639,972	1,482,613
Net book value			
At 31 December 2023	5,293,204	38,221	5,331,425
At 31 December 2022	5,278,907	279,023	5,557,930

Charity

	Land and buildings £	Furniture and equipment £	Total £
Cost			
At 1 January 2023	5,913,429	473,667	6,387,096
At 31 December 2023	5,913,429	473,667	6,387,096
Depreciation			
At 1 January 2023	698,042	281,084	979,126
Charge for the year	108,829	192,583	301,412
At 31 December 2023	806,871	473,667	1,280,538
Net book value			
At 31 December 2023	5,106,558	-	5,106,558
At 31 December 2022	5,215,387	192,583	5,407,970

13 Fixed asset investments

Charity

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

Shares in group undertakings and participating interests

	Subsidiary undertakings £	Total £
Cost		
At 1 January 2023	266,294	266,294
At 31 December 2023	266,294	266,294
Net book value		
At 31 December 2023	266,294	266,294
At 31 December 2022	266,294	266,294

Details of undertakings

Details of the investments in which the charity holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held		Principal activity
			2023	2022	
Zapp UK Trading Ltd The Old Fire Station, Wheeler Lane, Witley, Goldalming, Surrey, GU8 5QU	United Kingdom		100%	100%	Sale of retail goods

14 Stock

	Group		Charity
	2023 £	2022 £	2023 £
Stocks	310,006	249,005	-

15 Debtors

	Group		Charity	
	2023 £	2022 £	2023 £	2022 £
Trade debtors	124,022	105,455	500	-
Prepayments	25,419	18,395	-	-
Other debtors	18,635	1,124	1,163	1,124
	168,076	124,974	1,663	1,124

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

16 Creditors: amounts falling due within one year

	Group		Charity	
	2023	2022	2023	2022
	£	£	£	£
Bank loans	3,000	32,890	-	-
Trade creditors	217,821	75,567	10,975	-
Other taxation and social security	342	39,860	-	-
VAT	14,926	16,343	-	-
Other creditors	28,492	25,159	-	7,547
Accruals	61,875	109,794	2,325	9,880
	<u>326,456</u>	<u>299,613</u>	<u>13,300</u>	<u>17,427</u>

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

17 Funds

Group

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Balance at 31 December 2023 £
Unrestricted funds				
General	<u>5,879,993</u>	<u>2,625,375</u>	<u>(2,718,839)</u>	<u>5,786,529</u>

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Balance at 31 December 2022 £
Unrestricted funds				
General	<u>5,919,843</u>	<u>2,348,620</u>	<u>(2,388,470)</u>	<u>5,879,993</u>

Charity

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Balance at 31 December 2023 £
Unrestricted funds				
General	<u>5,724,089</u>	<u>361,082</u>	<u>(612,929)</u>	<u>5,472,242</u>

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Balance at 31 December 2022 £
Unrestricted funds				
General	<u>5,820,787</u>	<u>351,129</u>	<u>(447,828)</u>	<u>5,724,088</u>

18 Analysis of net assets between funds

Group

The Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

	Unrestricted funds General £	Total funds at 31 December 2023 £
Tangible fixed assets	5,331,425	5,331,425
Current assets	781,560	781,560
Current liabilities	(326,456)	(326,456)
Total net assets	<u>5,786,529</u>	<u>5,786,529</u>

	Unrestricted funds General £	Total funds at 31 December 2022 £
Tangible fixed assets	5,557,930	5,557,930
Current assets	621,676	621,676
Current liabilities	(299,613)	(299,613)
Total net assets	<u>5,879,993</u>	<u>5,879,993</u>

Charity

	Unrestricted funds General £	Total funds at 31 December 2023 £
Tangible fixed assets	5,106,558	5,106,558
Fixed asset investments	266,294	266,294
Current assets	112,690	112,690
Current liabilities	(13,300)	(13,300)
Total net assets	<u>5,472,242</u>	<u>5,472,242</u>

	Unrestricted funds General £	Total funds at 31 December 2022 £
Tangible fixed assets	5,407,970	5,407,970
Fixed asset investments	266,294	266,294
Current assets	67,251	67,251
Current liabilities	(17,427)	(17,427)
Total net assets	<u>5,724,088</u>	<u>5,724,088</u>

19 Related party transactions

Charity

During the year, the charity received £244,882 of donations from its trading subsidiary.

THE HIGHCOMBE EDGE TRUST

England & Wales - Charity number 1077572

Accounts

Charity number: 1077572

THE HIGHCOMBE EDGE TRUST

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

THE HIGHCOMBE EDGE TRUST

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THE HIGHCOMBE EDGE TRUST

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2022

Trustees	B Anderson ¹ J Spencer ¹ A Dalrymple ¹ W Lynes ¹
	¹ Trustees holding title to freehold land and buildings at Highcombe Edge, Tilford Road, Hindhead, GU26 6SJ.
Charity registered number	1077572
Principal office	Somerville 8 Bridle Close Grayshott Hindhead GU26 6EA
Chief executive officer	B Anderson
Independent auditors	Byrd Link Audit & Accountancy Services Limited Honeybourne Place Jessop Avenue Cheltenham GL50 3SH
Bankers	Lloyds Bank Business Banking BX1 1LT

THE HIGHCOMBE EDGE TRUST

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

The Trustees present their report with the consolidated financial statements of the charity, The Highcombe Edge Trust, along with its subsidiary Zapp UK Trading Ltd for the year ended 31 December 2022. The Trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (Charity SORP FRS102) (effective 1 January 2019), the requirements of the Charities Act 2011 and the Trust Deed.

Objectives and Activities

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

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

A separate building is also provided to Zapp UK Trading Ltd, a Subsidiary Campus Trading company, for a local Campus & Co shop under a separate lease.

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

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

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

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

The trading activities of the charity's trading subsidiary Zapp UK Trading Ltd (Registered Number 09432502), which operates a chain of convenience stores, are undertaken by an average number of three employees during the year as well as volunteers.

Significant Activities

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

The charity has a wholly owned subsidiary company, Zapp UK Trading Ltd, which undertakes trading activities. All profits chargeable to corporation tax are gifted to the charity in support of the charitable activities of the charity.

Financial Review

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

The charity's fundraising events principally operate within the Brethren community. As part of the Trust's commitment to the highest possible standards of fundraising, the Trustees take steps to ensure that all fundraising activities are compliant with legislative, regulatory and best practice standards. During 2022, all interactions with the general public were carried out by volunteers.

THE HIGHCOMBE EDGE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Where the Trust organises fundraising events and co-ordinates the activities in the wider community on behalf of the Trust and wider charities, the Trust does not use professional fundraisers or involve commercial participators. The Trust seeks to comply with all relevant standards set out by the Fundraising Regulator in their Code of Fundraising Practice.

As a policy the Trust seeks to respond to all complaints within 10 days. Most serious complaints are escalated to Trustees so they can consider lessons learnt. There have been no complaints about fundraising activity in the year ended 31 December 2022.

Over the period, the Trust continued to undertake significant efforts to ensure compliance with GDPR, which came in to effect in May 2018. We remain entirely committed to protecting personal information of our supporters and beneficiaries. This work will continue in 2023 and beyond.

In the year ended 31 December 2022 the charity reported a net deficit of £96,699 (2021: deficit of £350,382). The group reported a net surplus of £53,558 (2021: deficit of £251,323).

At the year end the charity had net current assets of £49,824 (2021: net current assets of £236,946). The group had net current assets of £399,755 (2021: net current assets of £393,114).

The charity's policy is to maintain minimum free reserves at a level which equates to six months' unrestricted expenditure. This is approximately £15,000. At the year end 2021 the free reserves of the charity were £49,824 (2021: £236,946).

After making appropriate enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, it continues to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

Principal Risks

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

The principal risks to the charity are:

- risk of damage to the property held by the charity (although the property holds property insurance);
- risk of closure or relocation of the schooling by OneSchool Global UK (considered unlikely); and
- risk of fall in trading activities of the wholly owned trading subsidiary, either due to a fall in customer loyalty of a significant increase in supplier prices (closely monitored by the trading subsidiary directors who would then take appropriate action).

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

Plans For Future Periods

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

Structure, Governance and Management

The Highcombe Edge Trust is constituted by a Deed of Trust dated 15 July 1999 and is registered with the Charity Commission for England and Wales.

The Trustees who served during the year and since the year end are set out on page 1. None of the Trustees, nor any person connected with them, received any remuneration from the charity in the year ended 31

THE HIGHCOMBE EDGE TRUST

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022**

December 2022 (2021: £nil).

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

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

Decision making remains with the Trustees and there are no key management personnel to whom management is delegated. As such, arrangements for setting pay and remuneration of key management personnel are not required at this time.

Approved by order of the members of the board of Trustees and signed on their behalf by:



.....
B Anderson
Trustee

Date: 30/06/2023

THE HIGHCOMBE EDGE TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE YEAR ENDED 31 DECEMBER 2022

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Group and the Charity and of their incoming resources and application of resources, including their income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the Group and the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees and signed on its behalf by:



.....
B Anderson

Trustee

Date: 30/06/2023

THE HIGHCOMBE EDGE TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE HIGHCOMBE EDGE TRUST

Opinion

We have audited the financial statements of The Highcombe Edge Trust (the 'parent charity') and its subsidiaries (the 'group') for the year ended 31 December 2022 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Charity Balance Sheet, the Consolidated Statement of Cash Flows and the related notes, 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).

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

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charity's affairs as at 31 December 2022 and of the Group's incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 Group's or the parent charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

THE HIGHCOMBE EDGE TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE HIGHCOMBE EDGE TRUST (CONTINUED)

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The Trustees are responsible for the other information contained within the Annual Report. 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 course of 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' Report is inconsistent in any material respect with the financial statements; or
- the parent Charity has not kept sufficient accounting records; or
- the parent Charity financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the Trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Group's and the parent charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Group or the parent charity or to cease operations, or have no realistic alternative but to do so.

THE HIGHCOMBE EDGE TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE HIGHCOMBE EDGE TRUST (CONTINUED)

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditor under section 151 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' 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 charity 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 Charity Commission, HM Revenue & Customs, Charities Act 2011 and the Charities SORP (FRS 102) as well as Companies Act 2006 (for the subsidiary company). We have assessed the impact of breaches in such laws and regulations and considered whether any such findings have a material impact on these financial statements. Audit procedures have been planned and performed to reflect the risk assessment undertaken.

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be within the override of controls by management and revenue recognition. Our audit procedures to respond to these risks included enquiries of management and the Trustees about their own identification and assessment of the risk of irregularities, sample testing on the posting of journals, reviewing key accounting estimates for biases and reviewing regulatory correspondence, Trustees minutes and legal expenditure incurred. Sample testing was completed on income.

Owing to the inherent limitations of an audit, and the sample nature of audit procedures, 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. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the procedures required by auditing standards would identify it. In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as they may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations. Ultimately, it is the responsibility of the Trustees for the prevention and detection of fraud and non-compliance.

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 Auditors' Report.

THE HIGHCOMBE EDGE TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE HIGHCOMBE EDGE TRUST (CONTINUED)

Use of our report

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

Byrd Link Audit & Accountancy Services Ltd

Byrd Link Audit & Accountancy Services Limited
Honeybourne Place
Jessop Avenue
Cheltenham
GL50 3SH

Date: 20 July 2023

Byrd Link Audit & Accountancy Services Limited are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

THE HIGHCOMBE EDGE TRUST

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022

	Note	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income from:				
Donations and legacies	3	81,524	81,524	295,029
Charitable activities	4	7,633	7,633	10,700
Other trading activities - Zapp UK	5	2,058,787	2,058,787	886,032
Investments	6	54	54	173
Other income	7	200,622	200,622	-
Total income		2,348,620	2,348,620	1,191,934
Expenditure on:				
Other trading activities - Zapp UK		1,901,123	1,901,123	667,423
Charitable activities	8	447,828	447,828	775,834
Total expenditure		2,348,951	2,348,951	1,443,257
Net expenditure before taxation		(331)	(331)	(251,323)
Taxation	12	(39,519)	(39,519)	-
Net movement in funds		(39,850)	(39,850)	(251,323)
Reconciliation of funds:				
Total funds brought forward		5,919,842	5,919,842	6,171,165
Net movement in funds		(39,850)	(39,850)	(251,323)
Total funds carried forward		5,879,992	5,879,992	5,919,842

The Consolidated Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 14 to 28 form part of these financial statements.

THE HIGHCOMBE EDGE TRUST

CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	13	5,557,931	5,526,728
		<u>5,557,931</u>	<u>5,526,728</u>
Current assets			
Stocks	15	249,005	247,437
Debtors	16	124,975	62,125
Cash at bank and in hand		247,697	354,247
		<u>621,677</u>	<u>663,809</u>
Creditors: amounts falling due within one year	17	(299,616)	(270,695)
Net current assets		<u>322,061</u>	<u>393,114</u>
Total assets less current liabilities		<u>5,879,992</u>	<u>5,919,842</u>
Net assets excluding pension asset		<u>5,879,992</u>	<u>5,919,842</u>
Total net assets		<u>5,879,992</u>	<u>5,919,842</u>
Charity funds			
Restricted funds	18	-	-
Unrestricted funds	18	5,879,992	5,919,842
Total funds		<u>5,879,992</u>	<u>5,919,842</u>

The financial statements were approved and authorised for issue by the Trustees on and signed on their behalf by:



.....
B Anderson
Trustee 30/06/23

The notes on pages 14 to 29 form part of these financial statements.

THE HIGHCOMBE EDGE TRUST

CHARITY BALANCE SHEET
AS AT 31 DECEMBER 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	13	5,407,970	5,317,547
Investments	14	266,294	266,294
		<u>5,674,264</u>	<u>5,583,841</u>
Current assets			
Debtors	16	1,124	57
Cash at bank and in hand		66,127	242,369
		<u>67,251</u>	<u>242,426</u>
Creditors: amounts falling due within one year	17	(17,427)	(5,480)
Net current assets		<u>49,824</u>	<u>236,946</u>
Total assets less current liabilities		<u>5,724,088</u>	<u>5,820,787</u>
Net assets excluding pension asset		<u>5,724,088</u>	<u>5,820,787</u>
Total net assets		<u>5,724,088</u>	<u>5,820,787</u>
Charity funds			
Restricted funds	18	-	-
Unrestricted funds	18	5,724,088	5,820,787
Total funds		<u>5,724,088</u>	<u>5,820,787</u>

The Charity's net movement in funds for the year was £(96,699) (2021 - £(350,382)).

The financial statements were approved and authorised for issue by the Trustees on and signed on their behalf by:



.....
B Anderson
Trustee 30/06/23

The notes on pages 14 to 29 form part of these financial statements.

THE HIGHCOMBE EDGE TRUST

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2022**

	2022 £	2021 £
Cash flows from operating activities		
Net cash used in operating activities	115,737	244,889
Cash flows from investing activities		
Interest received	54	173
Transfer on acquisition	-	(122,419)
Purchase of tangible fixed assets	(235,813)	(269,831)
Disposal of fixed assets	13,472	-
Net cash used in investing activities	(222,287)	(392,077)
Cash flows from financing activities		
Cash inflows from new borrowing	-	150,369
Net cash provided by financing activities	-	150,369
Change in cash and cash equivalents in the year	(106,550)	3,181
Cash and cash equivalents at the beginning of the year	354,247	351,066
Cash and cash equivalents at the end of the year	247,697	354,247

The notes on pages 14 to 29 form part of these financial statements

THE HIGHCOMBE EDGE TRUST

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

1. General information

The Highcombe Edge Trust is an unincorporated charity (no: 1077572) registered in England and Wales. The registered address is Somerville, 8 Bridle Close, Grayshott, Hindhead, GU26 6EA.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Highcombe Edge Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Charity and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The Charity has also taken advantage of the exemption available entity in FRS 102 from the requirement to present a Charity only statement of cashflows and certain disclosures about the charity's financial instruments within the consolidated statements.

No separate SOFA has been prepared for the Charity alone.

2.2 Going concern

The Trustees are of the opinion that there is sufficient funding in place to continue activities of the charity. Therefore, the accounts have been prepared on a going concern basis.

THE HIGHCOMBE EDGE TRUST

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

2. Accounting policies (continued)

2.3 Income

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

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Charity, can be reliably measured.

Grants are included in the Consolidated Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

2.4 Expenditure

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

Expenditure on raising funds includes all expenditure incurred by the Group to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.5 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.6 Taxation

The Charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the Charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

THE HIGHCOMBE EDGE TRUST

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

2. Accounting policies (continued)

2.7 Tangible fixed assets and depreciation

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives both on a straight line and reducing balance basis where appropriate. .

Depreciation is provided on the following basis:

Freehold property	-	2% straight line
Property improvements - Zapp UK	-	10% straight line
Motor vehicles	-	25% reducing balance
Fixtures and fittings - Trust	-	15% reducing balance
Fixtures and fittings - Zapp UK Trading Limited	-	25% straight line
Office equipment	-	25% straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Consolidated Statement of Financial Activities.

2.8 Investments

Investments in subsidiaries are valued at cost less provision for impairment.

2.9 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2.10 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.11 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

THE HIGHCOMBE EDGE TRUST

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

2. Accounting policies (continued)

2.12 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

2.13 Financial instruments

The Group 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.

2.14 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Group and which have not been designated for other purposes.

Investment income, gains and losses are allocated to the appropriate fund.

3. Income from donations and legacies

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Donations	81,524	81,524	9,779
Grants	-	-	18,960
Zapp UK Trading Ltd	-	-	266,290
	<u>81,524</u>	<u>81,524</u>	<u>295,029</u>
<i>Total 2021</i>	<u>295,029</u>	<u>295,029</u>	

THE HIGHCOMBE EDGE TRUST

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

4. Income from charitable activities

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Rental income	7,633	7,633	10,700
<i>Total 2021</i>	<i>10,700</i>	<i>10,700</i>	

THE HIGHCOMBE EDGE TRUST

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

5. Income from other trading activities

Income from non charitable trading activities

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Trading income - Zapp UK Trading Ltd	2,058,787	2,058,787	886,032
<i>Total 2021</i>	<i>886,032</i>	<i>886,032</i>	

6. Investment income

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Bank interest	54	54	173
<i>Total 2021</i>	<i>173</i>	<i>173</i>	

7. Other incoming resources

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Other operating income	200,622	200,622	-

THE HIGHCOMBE EDGE TRUST

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

8. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2022 £	Total 2022 £	Total 2021 £
Charitable activities	447,828	447,828	775,834
	<u>447,828</u>	<u>447,828</u>	<u>775,834</u>
<i>Total 2021</i>	<u>775,834</u>	<u>775,834</u>	

9. Analysis of expenditure by activities

	Activities undertaken directly 2022 £	Support costs 2022 £	Total funds 2022 £	Total funds 2021 £
Charitable activities	280,448	167,381	447,829	775,834
	<u>280,448</u>	<u>167,381</u>	<u>447,829</u>	<u>775,834</u>
<i>Total 2021</i>	<u>101,020</u>	<u>674,814</u>	<u>775,834</u>	

Analysis of direct costs

	Charitable activities 2022 £	Total funds 2022 £	Total funds 2021 £
Donations	280,448	280,448	101,020
	<u>280,448</u>	<u>280,448</u>	<u>101,020</u>
<i>Total 2021</i>	<u>101,020</u>	<u>101,020</u>	

In 2022 donation of £280,448 (2021 : £101,020) were made to OSGUK.

THE HIGHCOMBE EDGE TRUST

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

9. Analysis of expenditure by activities (continued)

Analysis of support costs

	Charitable activities 2022 £	Total funds 2022 £	Total funds 2021 £
Depreciation	139,302	139,302	658,505
Administrative costs	-	-	139
Premises cost	14,231	14,231	7,827
Governance cost	7,050	7,050	5,423
Professional	6,798	6,798	2,920
	<u>167,381</u>	<u>167,381</u>	<u>674,814</u>
<i>Total 2021</i>	<u>674,814</u>	<u>674,814</u>	

Staff costs are nil. The Highcombe Edge Trust is run wholly by volunteers.

The depreciation charge reflects the reclassification of the property from investment property to fixed assets, as discussed in note 12. The depreciation has been back dated to the point of purchase and the charge is reflected in the period to 31 December 2021.

10. Auditors' remuneration

	2022 £	2021 £
Fees payable to the Charity's auditor for audit services	4,525	5,000
Fees payable to the Charity's auditor and its associates in connection with the Charity's pension scheme(s) in respect of:		
Non-audit services	<u>2,525</u>	<u>2,250</u>

11. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2021 - £NIL).

During the year ended 31 December 2022, no Trustee expenses have been incurred (2021 - £NIL).

THE HIGHCOMBE EDGE TRUST

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

12. Taxation

	2022 £	2021 £
Corporation tax		
Current tax on net expenditure for the year	39,519	-
Taxation on net expenditure	<u>39,519</u>	<u>-</u>

The charitable activities of the Trust are not subject to corporation tax. The chargeable profits for the trading subsidiary, Zapp UK Trading Ltd, are subject to corporation tax, at 19%, having taken in to account disallowed expenditure, such as depreciation, and qualifying distributions made during the period and prior to 30 September 2023.

Government policy may affect future tax charges for Zapp UK Trading Ltd with the introduction of the main corporation tax rate of 25% and the small profits rate remaining at 19%. However, the company plans to continue making distributions to the parent Trust.

13. Tangible fixed assets

Group

	Freehold property £	Motor vehicles £	Fixtures and fittings £	Office equipment £	Total £
Cost or valuation					
At 1 January 2022	5,780,417	30,757	618,244	54,912	6,484,330
Additions	230,776	-	4,207	830	235,813
Disposals	(13,472)	-	-	-	(13,472)
At 31 December 2022	<u>5,997,721</u>	<u>30,757</u>	<u>622,451</u>	<u>55,742</u>	<u>6,706,671</u>
Depreciation					
At 1 January 2022	592,727	11,140	341,376	12,359	957,602
Charge for the year	113,728	4,904	59,039	13,467	191,138
At 31 December 2022	<u>706,455</u>	<u>16,044</u>	<u>400,415</u>	<u>25,826</u>	<u>1,148,740</u>
Net book value					
At 31 December 2022	<u>5,291,266</u>	<u>14,713</u>	<u>222,036</u>	<u>29,916</u>	<u>5,557,931</u>
At 31 December 2021	<u>5,187,690</u>	<u>19,617</u>	<u>276,868</u>	<u>42,553</u>	<u>5,526,728</u>

THE HIGHCOMBE EDGE TRUST

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

13. Tangible fixed assets (continued)

Charity

	Freehold property £	Fixtures and fittings £	Total £
Cost or valuation			
At 1 January 2022	5,683,706	473,667	6,157,373
Additions	229,723	-	229,723
At 31 December 2022	5,913,429	473,667	6,387,096
Depreciation			
At 1 January 2022	592,727	247,099	839,826
Charge for the year	105,315	33,985	139,300
At 31 December 2022	698,042	281,084	979,126
Net book value			
At 31 December 2022	5,215,387	192,583	5,407,970
At 31 December 2021	5,090,979	226,568	5,317,547

The freehold property was transferred from investment property to freehold property at fair value of £5,533,937 on 1 July 2020 in line with the charitable objectives of the Trust. The depreciation of the property was back dated to the point of purchase and the change is reflected in the prior year period to 31 December 2021 and in brought forward figures.

THE HIGHCOMBE EDGE TRUST

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

14. Fixed asset investments

	Investments in subsidiary companies £
Charity	
Cost or valuation	
At 1 January 2022	266,294
At 31 December 2022	<u>266,294</u>
Net book value	
At 31 December 2022	<u>266,294</u>
At 31 December 2021	<u>266,294</u>

Principal subsidiaries

The following was a wholly owned subsidiary undertaking of the Charity from 31 July 2021. The subsidiary transferred to The Highcombe Edge Trust from Three Counties Education Trust. The results of the subsidiary have been consolidated into The Highcombe Edge Trust from the date of transfer.

The following was a subsidiary undertaking of the Charity:

Name	Company number	Registered office or principal place of business	Principal activity
Zapp UK Trading Ltd	09432502	The Old Fire Station, Wheeler Lane, Witley, Goldalming, Surrey, GU8 5QU.	Sale of retail goods.

**Included in
consolidation**

Yes

The financial results of the subsidiary for the year were:

Name	Income £	Profit/(Loss) / Surplus/ (Deficit) for the year £	Net assets £
Zapp UK Trading Ltd	2,259,409	358,286	461,717

THE HIGHCOMBE EDGE TRUST

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

15. Stocks

	Group 2022 £	<i>Group 2021 £</i>
Finished goods and goods for resale	249,005	247,437

16. Debtors

	Group 2022 £	<i>Group 2021 £</i>	Charity 2022 £	<i>Charity 2021 £</i>
Due within one year				
Trade debtors	105,455	54,132	-	-
Other debtors	1,124	57	1,124	57
Prepayments and accrued income	18,396	7,936	-	-
	124,975	62,125	1,124	57

17. Creditors: Amounts falling due within one year

	Group 2022 £	<i>Group 2021 £</i>	Charity 2022 £	<i>Charity 2021 £</i>
Bank loans	32,890	150,369	-	-
Trade creditors	83,114	53,671	7,547	(4,384)
Corporation tax	39,519	-	-	-
Other taxation and social security	16,684	8,072	-	-
Other creditors	17,615	17,508	-	-
Accruals and deferred income	109,794	41,075	9,880	9,864
	299,616	270,695	17,427	5,480

THE HIGHCOMBE EDGE TRUST

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

18. Statement of funds

Statement of funds - current year

	Balance at 1 January 2022 £	Income £	Expenditure £	Taxation £	Balance at 31 December 2022 £
Unrestricted funds					
General Funds	5,919,842	2,386,795	(2,333,237)	-	5,973,400
Unallocated amounts	-	(38,175)	(15,714)	(39,519)	(93,408)
	<u>5,919,842</u>	<u>2,348,620</u>	<u>(2,348,951)</u>	<u>(39,519)</u>	<u>5,879,992</u>

Statement of funds - prior year

	Balance at 1 January 2021 £	Income £	Expenditure £	Balance at 31 December 2021 £
Unrestricted funds				
General Funds	6,171,165	1,191,934	(1,443,257)	5,919,842
	<u>6,171,165</u>	<u>1,191,934</u>	<u>(1,443,257)</u>	<u>5,919,842</u>

19. Summary of funds

Summary of funds - current year

	Balance at 1 January 2022 £	Income £	Expenditure £	Taxation £	Balance at 31 December 2022 £
General funds	5,919,842	2,348,620	(2,348,951)	(39,519)	5,879,992
	<u>5,919,842</u>	<u>2,348,620</u>	<u>(2,348,951)</u>	<u>(39,519)</u>	<u>5,879,992</u>

THE HIGHCOMBE EDGE TRUST

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

19. Summary of funds (continued)

Summary of funds - prior year

	<i>Balance at 1 January 2021 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Balance at 31 December 2021 £</i>
General funds	<u>6,171,165</u>	<u>1,191,934</u>	<u>(1,443,257)</u>	<u>5,919,842</u>

20. Analysis of net assets between funds

Analysis of net assets between funds - current year

	<i>Unrestricted funds 2022 £</i>	<i>Total funds 2022 £</i>
Tangible fixed assets	5,557,931	5,557,931
Current assets	621,677	621,677
Creditors due within one year	(299,616)	(299,616)
Total	<u>5,879,992</u>	<u>5,879,992</u>

Analysis of net assets between funds - prior year

	<i>Unrestricted funds 2021 £</i>	<i>Total funds 2021 £</i>
Tangible fixed assets	5,526,728	5,526,728
Current assets	663,809	663,809
Creditors due within one year	(270,695)	(270,695)
Total	<u>5,919,842</u>	<u>5,919,842</u>

THE HIGHCOMBE EDGE TRUST

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

21. Reconciliation of net movement in funds to net cash flow from operating activities

	Group 2022 £	Group 2021 £
Net expenditure for the year (as per Statement of Financial Activities)	(39,850)	(251,323)
Adjustments for:		
Depreciation charges	191,138	691,805
Interest received	(54)	(173)
Increase in stocks	(1,568)	(247,437)
Increase in debtors	(62,850)	(62,125)
Increase in creditors	28,921	114,142
Net cash provided by operating activities	115,737	244,889

22. Analysis of cash and cash equivalents

	Group 2022 £	Group 2021 £
Cash in hand	247,697	354,247
Total cash and cash equivalents	247,697	354,247

23. Analysis of changes in net debt

	At 1 January 2022 £	Cash flows £	Other non- cash changes £	At 31 December 2022 £
Cash at bank and in hand	354,247	(106,550)	-	247,697
Debt due within 1 year	(150,369)	(2,413)	119,892	(32,890)
	203,878	(108,963)	119,892	214,807

THE HIGHCOMBE EDGE TRUST

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

24. Operating lease commitments

At 31 December 2022 the Group and the Charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	Group 2022 £	<i>Group 2021 £</i>	Charity 2022 £	<i>Charity 2021 £</i>
Not later than 1 year	75,800	-	34,583	-
Later than 1 year and not later than 5 years	180,000	-	180,000	-
Later than 5 years	108,750	-	153,750	-
	364,550	-	368,333	-

25. Related party transactions

£261,918 was received by The Highcombe Edge Trust from Zapp UK Trading Ltd, wholly owned subsidiary acquired 31 July 2021, during the year ended 31 December 2022 (2021: £119,500).

B Anderson, a Trustee, is also a Director of Planteria Group (UK) Ltd. Planteria Group (UK) Ltd facilitated a payment of \$AUS 2,655 to OneSchool Global Ltd Australia on behalf of The Highcombe Edge Trust in the year ended 31 December 2021. The Highcombe Edge Trust was required to pay in \$AUS but they were not able to arrange this as no foreign exchange transactions are allowed on the bank account. The payment was made by Planteria Group (UK) Ltd and reimbursed by The Highcombe Edge Trust.

THE HIGHCOMBE EDGE TRUST

England & Wales - Charity number 1077572

Accounts

Charity number: 1077572

THE HIGHCOMBE EDGE TRUST

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2021

THE HIGHCOMBE EDGE TRUST

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THE HIGHCOMBE EDGE TRUST

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE PERIOD ENDED 31 DECEMBER 2021

Trustees	B W Anderson J G Spencer A Dalrymple W A Lynes
Charity registered number	1077572
Principal office	Somerville 8 Bridle Close Grayshott Hindhead GU26 6EA
Chief executive officer	B W Anderson
Independent auditor	Crowe U.K. LLP Fourth Floor St James House St James Square Cheltenham GL50 3PR
Bankers	Lloyds Bank Business Banking BX1 1LT

THE HIGHCOMBE EDGE TRUST

TRUSTEES' REPORT FOR THE PERIOD ENDED 31 DECEMBER 2021

The Trustees of The Highcombe Edge Trust present their annual report and audited accounts for the period ended 31st December 2021 and confirm they comply with the requirements of the Charities Act 2011, the Trust deed, FRS102 and the Charities SORP (FRS 102).

Objectives and Activities

The charitable objects of the Trust are the advancement of the education of children and young people by assistance to their parents to enable such children to be taught otherwise than at school as defined in the Education Acts 1944 to 1993. The objects also include any other charitable purpose for the benefit of the Brethren.

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

The Trust also provides one premises under formal lease to Zapp UK Trading Ltd, under the Campus & Co brand, who provide funding for OSGUK.

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

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

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

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

Structure, Governance and Management

The Highcombe Edge Trust is constituted by a Deed of Trust dated 15th July 1999 and is registered with the Charity Commission for England and Wales.

The Trustees who served during the period and since the period end are set out on page 1. None of the Trustees, nor any person connected with them, received any remuneration from the Trust in the period ended 31st December 2021 (year ended 30th June 2020 £nil). The power to appoint Trustees is invested in the existing Trustees subject to the Trust Deed requirement. Trustees are selected according to their own specialism in a particular field and are expected to pursue that specialism. New Trustees are instructed in the need to completely adhere to the ethos and values of the Trust.

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

Significant Activities

Throughout the period the Trust has continued to provide educational premises in support of the educational activities of OSGUK.

THE HIGHCOMBE EDGE TRUST

TRUSTEES' REPORT (CONTINUED) FOR THE PERIOD ENDED 31 DECEMBER 2021

On the 31st July 2021 the Trust was gifted by Three Counties Education Trust the whole of the issued share capital of Zapp UK Trading Ltd and now holds the shares in Zapp UK Trading Ltd as a wholly owned subsidiary company, which undertakes trading activities. All profits chargeable to corporation tax are gifted to the Trust in support of the charitable activities of the Trust.

Financial Review

In the period ended 31st December 2021 the Group reported a net deficit of £251,323 (2020 surplus of £271,691). All funds are unrestricted.

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

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

The Trustees' policy is to maintain minimum free reserves at a level which equates to six months' unrestricted expenditure. This is approximately £10,000. At 31st December 2021 the free reserves of the Trust were £503,240 (31st December 2020 £344,886).

After making appropriate enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, it continues to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

Plans For Future Periods

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

Approved by order of the members of the board of Trustees and signed on their behalf by:



B W Anderson

Trustee

Date: 20/01/2023

THE HIGHCOMBE EDGE TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE PERIOD ENDED 31 DECEMBER 2021

The Trustees are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the Group and the Charity and of their incoming resources and application of resources, including their income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the Group and the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees and signed on its behalf by:



B W Anderson

Trustee

Date: 30/01/2023

THE HIGHCOMBE EDGE TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE HIGHCOMBE EDGE TRUST

Opinion

We have audited the financial statements of The Highcombe Edge Trust (the 'parent charity') and its subsidiaries (the 'group') for the period ended 31 December 2021 which comprise the Consolidated statement of financial activities, the Consolidated balance sheet, the Charity balance sheet, the Consolidated statement of cash flows and the related notes, 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).

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

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charity's affairs as at 31 December 2021 and of the Group's incoming resources and application of resources, including its income and expenditure for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 Group's or the parent charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

THE HIGHCOMBE EDGE TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE HIGHCOMBE EDGE TRUST (CONTINUED)

Other information

The other information comprises the information included in the Annual report other than the financial statements and our Auditor's report thereon. The Trustees are responsible for the other information contained within the Annual report. 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 course of 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; or
- the parent Charity has not kept sufficient accounting records; or
- the parent Charity financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustees' responsibilities statement, the Trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Group's and the parent charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Group or the parent charity or to cease operations, or have no realistic alternative but to do so.

THE HIGHCOMBE EDGE TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE HIGHCOMBE EDGE TRUST (CONTINUED)

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 151 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue 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 charity 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 Charities Act 2011 and the Charities SORP (FRS 102). We assessed the required compliance with these laws and regulations as part of our audit procedures on the related financial statement items.

Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence, if any. We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be within the override of controls by management. Our audit procedures to respond to these risks included enquiries of management, and the Trustees about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals, reviewing accounting estimates for biases and reviewing regulatory correspondence.

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. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

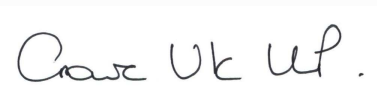
A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditor's report.

THE HIGHCOMBE EDGE TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE HIGHCOMBE EDGE TRUST
(CONTINUED)

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an 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 charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.



Crowe U.K. LLP
Statutory Auditor
Fourth Floor
St James House
St James Square
Cheltenham
GL50 3PR

Date: 30 January 2023

Crowe U.K. LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

THE HIGHCOMBE EDGE TRUST

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE PERIOD ENDED 31 DECEMBER 2021

	Note	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:				
Donations and legacies	3	295,029	295,029	207,080
Charitable activities	4	10,700	10,700	-
Other trading activities	5	886,032	886,032	-
Investments	6	173	173	155,149
Total income		1,191,934	1,191,934	362,229
Expenditure on:				
Raising funds	7	667,423	667,423	-
Charitable activities	8	775,834	775,834	90,538
Total expenditure		1,443,257	1,443,257	90,538
Net movement in funds		(251,323)	(251,323)	271,691
Reconciliation of funds:				
Total funds brought forward	18	6,171,169	6,171,169	5,899,478
Net movement in funds	18	(251,323)	(251,323)	271,691
Total funds carried forward		5,919,846	5,919,846	6,171,169

The Consolidated Statement of Financial Activities includes all gains and losses recognised in the period.

The notes on pages 13 to 29 form part of these financial statements.

THE HIGHCOMBE EDGE TRUST

CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2021

	Note	31 December 2021 £	30 June 2020 £
Fixed assets			
Tangible assets	12	5,526,728	292,346
Investment property	13	-	5,533,937
		<u>5,526,728</u>	<u>5,826,283</u>
Current assets			
Stocks	15	247,437	-
Debtors	16	62,125	-
Cash at bank and in hand		354,247	351,066
		<u>663,809</u>	<u>351,066</u>
Creditors: amounts falling due within one year	17	(270,691)	(6,180)
Net current assets		<u>393,118</u>	<u>344,886</u>
Total assets less current liabilities		<u>5,919,846</u>	<u>6,171,169</u>
Total net assets		<u>5,919,846</u>	<u>6,171,169</u>
Charity funds			
Unrestricted funds	18	5,919,846	6,171,169
Total funds		<u>5,919,846</u>	<u>6,171,169</u>

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



B W Anderson

Trustee

Date: 30/01/2023

The notes on pages 13 to 29 form part of these financial statements.

THE HIGHCOMBE EDGE TRUST

CHARITY BALANCE SHEET
AS AT 31 DECEMBER 2021

	Note	31 December 2021 £	30 June 2020 £
Fixed assets			
Tangible assets	12	5,317,547	292,346
Investments	14	266,294	-
Investment property	13	-	5,533,937
		<u>5,583,841</u>	<u>5,826,283</u>
Current assets			
Debtors	16	57	-
Cash at bank and in hand		242,369	351,066
		<u>242,426</u>	<u>351,066</u>
Creditors: amounts falling due within one year	17	(5,480)	(6,180)
Net current assets		<u>236,946</u>	<u>344,886</u>
Total assets less current liabilities		<u>5,820,787</u>	<u>6,171,169</u>
Total net assets		<u><u>5,820,787</u></u>	<u><u>6,171,169</u></u>
Charity funds			
Unrestricted funds	18	5,820,787	6,171,169
Total funds		<u><u>5,820,787</u></u>	<u><u>6,171,169</u></u>

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



B W Anderson
Trustee
Date: 30/01/2023

The notes on pages 13 to 29 form part of these financial statements.

THE HIGHCOMBE EDGE TRUST

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 DECEMBER 2021

	Note	2021 £	2020 £
Cash flows from operating activities			
Net cash used in operating activities	20	244,889	331,838
Cash flows from investing activities			
Transfer of fixed assets on acquisition of subsidiary		(122,419)	-
Purchase of tangible fixed assets		(269,831)	(47,245)
Purchase of investment property		-	(52,552)
Interest received		173	149
Interest paid		-	(9,199)
Net cash used in investing activities		(392,077)	(108,847)
Cash flows from financing activities			
Cash inflows from new borrowing		150,369	-
Repayments of borrowing		-	(450,000)
Net cash provided by/(used in) financing activities		150,369	(450,000)
Change in cash and cash equivalents in the period		3,181	(227,009)
Cash and cash equivalents at the beginning of the period		351,066	578,075
Cash and cash equivalents at the end of the period	21	354,247	351,066

The notes on pages 13 to 29 form part of these financial statements

THE HIGHCOMBE EDGE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2021

1. General information

The Highcombe Edge Trust is an unincorporated charity (no: 1077572) registered in England and Wales. The registered address is Somerville, Bridle Close, Grayshott, Hindhead, GU26 6EA.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Highcombe Edge Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The Consolidated statement of financial activities (SOFA) and Consolidated balance sheet consolidate the financial statements of the Charity and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The Charity has also taken advantage of the exemption available to a qualifying entity in FRS 102 from the requirement to present a Charity only statement of cash flows and certain disclosures about the charity's financial instruments within the consolidated accounts.

No separate SOFA has been prepared for the Charity alone.

2.2 Going concern

The Trustees are of the opinion that there is sufficient funding in place to continue activities of the charity. Therefore, the accounts have been prepared on a going concern basis.

THE HIGHCOMBE EDGE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2021

2. Accounting policies (continued)

2.3 Income

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

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Charity, can be reliably measured.

Grants are included in the Consolidated statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

2.4 Expenditure

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

Expenditure on raising funds includes all expenditure incurred by the Group to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.5 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.6 Tangible fixed assets and depreciation

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

THE HIGHCOMBE EDGE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2021

2. Accounting policies (continued)

2.6 Tangible fixed assets and depreciation (continued)

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, .

Depreciation is provided on the following basis:

Freehold property	-	2% straight line
Motor vehicles	-	25% reducing balance
Fixtures and fittings	-	15% reducing balance
Office equipment	-	25% straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Consolidated statement of financial activities.

2.7 Investments

Investments in subsidiaries are valued at cost less provision for impairment.

2.8 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2.9 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.10 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.11 Liabilities

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

THE HIGHCOMBE EDGE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2021**

2. Accounting policies (continued)

2.12 Financial instruments

The Group 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.

2.13 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Group and which have not been designated for other purposes.

Investment income, gains and losses are allocated to the appropriate fund.

3. Income from donations and legacies

	Unrestricted funds 2021 £	Total funds 2021 £
Donations	9,779	9,779
Grants	18,960	18,960
Zapp UK Trading Ltd	266,290	266,290
	<u>295,029</u>	<u>295,029</u>
	<i>Unrestricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Donations	<u>207,080</u>	<u>207,080</u>

4. Income from charitable activities

	Unrestricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Rent income	<u>10,700</u>	<u>10,700</u>	<u>-</u>

THE HIGHCOMBE EDGE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2021

5. Income from other trading activities

Income from non charitable trading activities

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Trading income - Zapp UK Trading Ltd	886,032	886,032	-
	<u>886,032</u>	<u>886,032</u>	<u>-</u>

6. Investment income

	Unrestricted funds 2021 £	Total funds 2021 £
Bank interest	173	173
	<u>173</u>	<u>173</u>

	Unrestricted funds 2020 £	Total funds 2020 £
Bank interest	149	149
Licence income	155,000	155,000
	<u>155,149</u>	<u>155,149</u>

THE HIGHCOMBE EDGE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2021**

7. Expenditure on raising funds

Costs of raising voluntary income

	Unrestricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Trading costs - Zapp UK Trading Ltd	667,423	667,423	-

8. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2021 £	Total 2021 £
Charitable activities	775,834	775,834

	<i>Unrestricted funds 2020 £</i>	<i>Total 2020 £</i>
Charitable activities	90,538	90,538

THE HIGHCOMBE EDGE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2021**

9. Analysis of expenditure by activities

	Activities undertaken directly 2021 £	Support costs 2021 £	Total funds 2021 £
Charitable activities	101,020	674,814	775,834

	<i>Activities undertaken directly 2020 £</i>	<i>Support costs 2020 £</i>	<i>Total funds 2020 £</i>
Charitable activities	81,255	9,283	90,538

Analysis of direct costs

	Total funds 2021 £	Total funds 2020 £
Donations	101,020	-
Advancement of education of children and young people	-	81,255
	<u>101,020</u>	<u>81,255</u>

In 2021 donations of £101,020 were made to OSGUK.

THE HIGHCOMBE EDGE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2021

9. Analysis of expenditure by activities (continued)

Analysis of support costs

	Total funds 2021 £	Total funds 2020 £
Depreciation	658,505	-
Administrative costs	139	-
Premises costs	7,827	-
Governance costs	5,423	9,283
Professional fees	2,920	-
	<u>674,814</u>	<u>9,283</u>

Staff costs are nil. The Highcombe Edge Trust is run wholly by volunteers.

The depreciation charge reflects the reclassification of the property from investment property to fixed assets, as discussed in note 12. The depreciation has been back dated to the point of purchase and the charge is reflected in the period to 31 December 2021.

10. Auditor's remuneration

	2021 £	2020 £
Fees payable to the Charity's auditor for the audit services	<u>5,000</u>	<u>4,000</u>
Fees payable to the Charity's auditor and its associates in connection with the Charity's pension scheme(s) in respect of:		
Non-audit services	<u>2,250</u>	<u>-</u>

11. Trustees' remuneration and expenses

During the period, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the period ended 31 December 2021, no Trustee expenses have been incurred (2020 - £NIL).

THE HIGHCOMBE EDGE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2021

12. Tangible fixed assets

Group

	Freehold property £	Motor vehicles £	Fixtures and fittings £	Office equipment £	Total £
Cost or valuation					
At 1 July 2020	-	-	473,667	-	473,667
Additions	227,114	-	5,649	37,068	269,831
On acquisition of subsidiaries	19,366	30,757	138,928	17,844	206,895
Transfers between classes	5,533,937	-	-	-	5,533,937
At 31 December 2021	5,780,417	30,757	618,244	54,912	6,484,330
Depreciation					
At 1 July 2020	-	-	181,321	-	181,321
Charge for the period	592,727	6,539	91,374	1,165	691,805
On acquisition of subsidiaries	-	4,601	68,681	11,194	84,476
At 31 December 2021	592,727	11,140	341,376	12,359	957,602
Net book value					
At 31 December 2021	5,187,690	19,617	276,868	42,553	5,526,728
At 30 June 2020	-	-	292,346	-	292,346

THE HIGHCOMBE EDGE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2021**

12. Tangible fixed assets (continued)

Charity

	Freehold property £	Fixtures and fittings £	Total £
Cost or valuation			
At 1 July 2020	-	473,667	473,667
Additions	149,769	-	149,769
Transfers between classes	5,533,937	-	5,533,937
At 31 December 2021	<u>5,683,706</u>	<u>473,667</u>	<u>6,157,373</u>
Depreciation			
At 1 July 2020	-	181,321	181,321
Charge for the period	592,727	65,778	658,505
At 31 December 2021	<u>592,727</u>	<u>247,099</u>	<u>839,826</u>
Net book value			
At 31 December 2021	<u>5,090,979</u>	<u>226,568</u>	<u>5,317,547</u>
At 30 June 2020	<u>-</u>	<u>292,346</u>	<u>292,346</u>

The freehold property has been transferred from investment property to freehold property at fair value of £5,533,937 on 1 July 2020 in line with the charitable objectives of the Trust. The depreciation of the property has been back dated to the point of purchase and the charge is reflected in the period to 31 December 2021.

THE HIGHCOMBE EDGE TRUST

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2021

13. Investment property

Group and Charity

	Freehold investment property £
At 1 July 2020	5,533,937
Transfers between classes	(5,533,937)
At 31 December 2021	-

The freehold property has been transferred from investment property to freehold property at fair value of £5,533,937 on 1 July 2020 in line with the charitable objectives of the Trust.

THE HIGHCOMBE EDGE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2021**

14. Fixed asset investments

	Investments in subsidiary companies £
Charity	
Cost or valuation	
Transfer in of Zapp UK Trading Ltd	266,290
Investment in Zapp UK Trading Ltd	4
At 31 December 2021	266,294
Net book value	
At 31 December 2021	266,294

Principal subsidiaries

The following was a wholly owned subsidiary undertaking of the Charity from 31 July 2021. The subsidiary transferred to The Highcombe Edge Trust from Three Counties Education Trust. The results of the subsidiary have been consolidated into The Highcombe Edge Trust from the date of transfer.

Name	Company number	Registered office or principal place of business	Principal activity
Zapp UK Trading Ltd	09432502	The Old Fire Station, Wheeler Lane, Witley, Goldalming, Surrey, GU8 5QU	Sale of retail goods

The financial results of the subsidiary for the 5 month period were:

Name	Income £	Expenditure £	Profit/(Loss) / Surplus/ (Deficit) for the 5 month period £	Net assets £
Zapp UK Trading Ltd	886,032	786,973	99,059	365,349

THE HIGHCOMBE EDGE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2021**

15. Stocks

	Group 31 December 2021 £	Group 30 June 2020 £
Stock	247,437	-

16. Debtors

	Group 31 December 2021 £	Group 30 June 2020 £	Charity 31 December 2021 £	Charity 30 June 2020 £
Due within one year				
Trade debtors	54,132	-	-	-
Other debtors	57	-	57	-
Prepayments and accrued income	7,936	-	-	-
	<u>62,125</u>	<u>-</u>	<u>57</u>	<u>-</u>

17. Creditors: Amounts falling due within one year

	Group 31 December 2021 £	Group 30 June 2020 £	Charity 31 December 2021 £	Charity 30 June 2020 £
Other loans	150,369	-	-	-
Trade creditors	53,671	-	(4,384)	-
Other taxation and social security	8,072	-	-	-
Other creditors	17,504	6,180	-	6,180
Accruals and deferred income	41,075	-	9,864	-
	<u>270,691</u>	<u>6,180</u>	<u>5,480</u>	<u>6,180</u>

THE HIGHCOMBE EDGE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2021**

18. Statement of funds

Statement of funds - current period

	Balance at 1 July 2020 £	Income £	Expenditure £	Balance at 31 December 2021 £
Unrestricted funds				
General Funds	6,171,169	1,191,934	(1,443,257)	5,919,846

Statement of funds - prior period

	Balance at 1 July 2019 £	Income £	Expenditure £	Balance at 30 June 2020 £
Unrestricted funds				
General Funds	5,899,478	362,229	(90,538)	6,171,169

19. Analysis of net assets between funds

Analysis of net assets between funds - current period

	Unrestricted funds 31 December 2021 £	Total funds 31 December 2021 £
Tangible fixed assets	5,526,728	5,526,728
Current assets	663,809	663,809
Creditors due within one year	(270,691)	(270,691)
Total	5,919,846	5,919,846

THE HIGHCOMBE EDGE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2021**

19. Analysis of net assets between funds (continued)

Analysis of net assets between funds - prior period

	<i>Unrestricted funds 30 June 2020 £</i>	<i>Total funds 30 June 2020 £</i>
Tangible fixed assets	292,346	292,346
Investment property	5,533,937	5,533,937
Current assets	351,066	351,066
Creditors due within one year	(6,180)	(6,180)
Total	<u><u>6,171,169</u></u>	<u><u>6,171,169</u></u>

20. Reconciliation of net movement in funds to net cash flow from operating activities

	<i>Group 31 December 2021 £</i>	<i>Group 30 June 2020 £</i>
Net income/expenditure for the period (as per Statement of Financial Activities)	<u>(251,323)</u>	<u>271,691</u>
Adjustments for:		
Depreciation charges	691,805	51,591
Interest received	(173)	(149)
Interest paid	-	9,199
Decrease/(increase) in stocks	(247,437)	-
Decrease/(increase) in debtors	(62,125)	-
Increase/(decrease) in creditors	114,142	(494)
Net cash provided by operating activities	<u><u>244,889</u></u>	<u><u>331,838</u></u>

THE HIGHCOMBE EDGE TRUST

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2021**

21. Analysis of cash and cash equivalents

	Group 31 December 2021 £	Group 30 June 2020 £
Cash in hand	354,247	351,066
Total cash and cash equivalents	354,247	351,066

22. Analysis of changes in net debt

	At 1 July 2020 £	Cash flows £	At 31 December 2021 £
Cash at bank and in hand	351,066	3,181	354,247
Debt due within 1 year	-	(150,369)	(150,369)
	351,066	(147,188)	203,878

23. Operating lease commitments

At 31 December 2021 the Group and the Charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	Group 31 December 2021 £	Group 30 June 2020 £
Not later than 1 year	34,994	-
Later than 1 year and not later than 5 years	180,000	-
Later than 5 years	108,750	-
	323,744	-

THE HIGHCOMBE EDGE TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2021

24. Related party transactions

As stated in note 14, Zapp UK Trading Ltd was a wholly owned subsidiary undertaking of the Charity from 31 July 2021. £119,500 was received by the Charity from the subsidiary under gift aid.

B.W. Anderson, a Trustee, is also a Director of Planteria Group (UK) Ltd. Planteria Group (UK) Ltd facilitated a payment of AUS\$ 2655.00 to Oneschool Global Ltd Australia on behalf of The Highcombe Edge Trust. The Highcombe Edge Trust were required to pay Oneschool Global Ltd Australia in AUS\$ but they were not able to arrange this as no foreign exchange transactions are allowed on the bank account. The payment was made by Planteria Group (UK) Ltd and reimbursed by The Highcombe Edge Trust.

THE HIGHCOMBE EDGE TRUST

England & Wales - Charity number 1077572

Accounts

**Report of the Trustees and
Financial Statements
for the Year Ended 30 June 2020
for
Highcombe Edge Trust**

The Barnbrook Sinclair Partnership LLP
Chartered Accountants
Statutory Auditor
Chancery House
30 St Johns Road
Woking
Surrey
GU21 7SA

Highcombe Edge Trust

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Highcombe Edge Trust
Report of the Trustees
for the Year Ended 30 June 2020

The trustees present their report with the financial statements of the charity for the year ended 30 June 2020.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charitable objectives for which the charity was established are:

- The advancement of the education of children and young people; and
- Any other charitable purposes for the benefit of the Brethren.

In furtherance of its objects, the Trust owns premises which are made available for the operation of an independent school based in Hindhead (the 'School') which educates 240 pupils from 7 to 18.

The Trust fully endorses the ethos and values of the School which are as follows:

Ethos

Students are encouraged to develop their full potential and acquire the discipline of learning how to learn, while upholding Christian teachings and beliefs. The truth and authority of the Holy Bible and strong family values underpin the commitment of the School to provide quality in every facet of education - curriculum, teachers, facilities, management and discipline - in a safe and caring environment.

Values

The School is committed to a way of life that is governed by the Holy Bible, expecting the conduct of pupils and staff consistently to reflect Biblical values and the specific values of the School, which include:

- Integrity - uprightness, honesty and decorous conduct, governed by the Holy Bible;
- Care and compassion - kindness, consideration and generosity to all;
- Respect - for all people, property opinions and authority;
- Responsibility - for our actions, progress and environment;
- Commitment - to self-discipline and the pursuit of excellence.

Significant activities

The School was operated by the 'Education Trust' which was Three Counties Education Trust, a registered charity, number 1102005 until 31 December 2019 and thereafter by OneSchool Global UK, a registered charity, number 1181301.

Throughout the year to 30 June 2020 the Trust continued to make its premises available to the Education Trust in order to assist the School to operate efficiently on its current site support of the School's ethos and values. Further information about the activities of the School can be found in the accounts of the Education Trust.

The trusts premises are made available to the Education Trust on the basis of a licence for which a fee is payable. All pupils are admitted to the School regardless of their academic ability. All pupils are treated equally and in making any decisions regarding to the education of a pupil, the School trustees ensure that the same attention, facilities and provisions are available to all pupils, taking into account their individual needs. The trustees are satisfied that supporting the School by the provision of premises will continue to assist the Education Trust to make education available to its pupils on that basis.

Highcombe Edge Trust
Report of the Trustees
for the Year Ended 30 June 2020

OBJECTIVES AND ACTIVITIES

Public benefit

The trustees have referred to the guidance contained in the Charity Commissions general guidance on public benefit and they have regard to it when reviewing their aims and objectives, and in planning their future activities.

The key objective for the year was that the Trust would continue to make the premises available to the Education Trust.

Benefits and Beneficiaries

In accordance with its charitable objectives, the Trust continues to advance education by supporting and maintaining the school facilities operated by the Education Trust. The Trust's principal beneficiaries are therefore the pupils of the school. The main benefit provided to the pupils is the premises where the Education Trust currently operates.

Trustees' Assessment of Public Benefit

In monitoring the progress of the Trust in terms of delivery of public benefit, the trustees use the following measures of success and gather evidence accordingly:

- Feedback from professional staff, parents and students as to the suitability of the school premises; and
- The academic performance of the School, particularly in terms of examination results.

Grantmaking

The charity does not currently give grants as a means of fulfilling its charitable objectives.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Activities & Events

Throughout the year to 30 June 2020 the Trust continued to make its premises available to the Education Trust in order to assist the School to operate efficiently on its current site in support of the School's ethos and values.

Additional works were carried out on the property:

New senior leadership offices were created and various areas of the school were repainted as necessary.

Impact of Activities & Events

The teachers and pupils continue to benefit from the premises.

Public Benefit

During the year ended 30 June 2020, the Trustees gathered the following evidence that demonstrates to their satisfaction that the Trust continues to benefit the public through its activities that are targeted to achieve its charitable objectives:

The teachers and pupils continue to benefit from the premises including significant improvements in the primary section including SDL areas and senior leadership offices.

GCSE exam results for Summer 2020 were at 78% for grades achieved between levels 9 - 4 in 5 subjects including English and Maths. At GCSE the value-added data of +1.26 suggests that on average students did over one grade better than predicted in every subject they sat.

A Level exam results achieved in Summer 2020 were 100% with A*- E grades and 82.4% with A*- C grades an excellent result.

Highcombe Edge Trust
Report of the Trustees
for the Year Ended 30 June 2020

FINANCIAL REVIEW

Principal funding sources

Voluntary income - Donations are received from supporters of the charity to ensure that the charity can continue to meet its aims and objectives.

Investment income - Licence income is received from the Education Trust for the property held by the charity. Excess funds are held in interest generating deposit accounts.

Investment policy and objectives

The trust deed gives the trustees the power to invest the assets of the charity in such a manner as they see fit. Funds held by the Trust are to be held in a risk free and liquid form in reputable low-risk High Street banks.

The trustees will seek to obtain the best rate of return consistent with risk aversion.

During the year, efforts continued to maximise the future potential value to the charity of its investment property.

The trustees are satisfied with the performance of the charity's investment assets during the period under review.

Reserves policy

As at 30 June 2020, the charity had reserves held in the General Fund of £6,171,169 (2019: £5,899,478). Included within these reserves are net current assets of £344,886, (2019: £121,401).

The Trust's reserves consist principally of (1) land and buildings used as school premises and (2) cash intended to cover the costs of new buildings and refurbishments.

The trustees have agreed that the Trust should aim to develop and maintain unrestricted reserves, its net current assets at a minimum level which equates to 6 months' operating costs. This would enable the trust to continue its activities in the event of a sudden loss of funding.

Free reserves accumulated in excess of the minimum can be used at the discretion of the trustees for the strategic development of the Trust.

The trustees will review the minimum level of reserves every three months.

The financial statements have been prepared on the basis that the charity is a going concern. The trustees are certain that the supporters of the charity will continue to ensure that it is able to continue its activities and meet all of its liabilities as they fall due.

Financial results of activities and events

During the year, the charity generated incoming resources of £362,229 (2019: £542,384) from donations, grants and investment income. Total resources expended amounted to £90,538 (2019: £112,748) while there was £99,798 (2019: £561,396) of capital investment in the premises owned by the charity.

Highcombe Edge Trust
Report of the Trustees
for the Year Ended 30 June 2020

FUTURE PLANS

Future strategy

The trustees intend to continue to provide quality premises for the purpose of education in a supportive environment, in accordance with the School's ethos and values. Plans for the 2020/21 year include tarmacking the driveway, air conditioning for the school hall and new security fencing.

The Trust's main source of income has been rent from the school. From January 2020 this changed and will now come from the Global Funding Team for approved capital projects.

Impact on future activities & events

The trustees will continue their future activities in terms of continuing success of the school, the use of its facilities and the degree to which their contribution to the provision, maintenance and upgrading of those facilities has been part of the cause of that success as the key measure of their performance.

Public benefit

In the future, the trustees intend to ensure that the Trust continues to benefit the public by maintaining the School premises in good repair and providing adequate facilities as necessary.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Highcombe Edge Trust was originally set up as a trust under a deed dated 15 July 1999, and became a registered charity on 28 September 1999. The charitable trust is governed by the rules and regulations set down in its original trust deed dated 15 July 1999 as amended by supplemental deeds dated 23 September 1999 and 18 March 2008.

Recruitment and appointment of new trustees

In accordance with the terms of the charity's trust deed, the number of trustees shall not be less than three nor more than seven.

The charity has a formal trustee recruitment policy. The trustees will consider the appropriate mix of skills and experience needed on the board as and when circumstances change or a vacancy arises.

The trustees have the power to elect any individual to become a trustee, as and when they see fit, based on their assessment of the needs of the charity.

Organisational structure

The overall strategic direction of the charity is determined by the trustees, who are also responsible for the day-to-day management of the charity. The trustees work closely together, holding meetings on a regular basis and otherwise keeping in touch with one another through informal discussions that take place either face to face, over the telephone or by e-mail. At the present time, there are no sub-committees in operation.

Induction and training of new trustees

The role and responsibilities of a trustee are explained to all new trustees by the existing trustees upon appointment. Thereafter, all individual trustees are given the opportunity and are actively encouraged to seek appropriate training at any time to suit their needs.

Related parties

The trustees and their close family, along with the businesses they operate, are all related parties of Highcombe Edge Trust.

Highcombe Edge Trust

Report of the Trustees for the Year Ended 30 June 2020

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number
1077572

Principal address

Somerville
8 Bridle Close
Grayshott
Surrey
GU26 6EA

Trustees

B W Anderson
R A Critchley (resigned 11/10/2019)
J G Spencer
A Dalrymple
W A Lynes

Auditors

The Barnbrook Sinclair Partnership LLP
Chartered Accountants
Statutory Auditor
Chancery House
30 St Johns Road
Woking
Surrey
GU21 7SA

FUNDS HELD AS CUSTODIAN FOR OTHERS

Although the charity can maintain restricted funds to deal with incoming resources that are earmarked for a particular purpose by donors, sponsors, and other funders, the charity does not currently hold, and the trustees do not anticipate that it will in the future hold, any funds as custodian for any third party.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Highcombe Edge Trust
Report of the Trustees
for the Year Ended 30 June 2020

Approved by order of the board of trustees on 14 September 2020 and signed on its behalf by:

A handwritten signature in black ink, appearing to be 'B W Anderson', written in a cursive style.

B W Anderson - Trustee

Report of the Independent Auditors to the Trustees of Highcombe Edge Trust

Opinion

We have audited the financial statements of Highcombe Edge Trust (the 'charity') for the year ended 30 June 2020 which comprise the Statement of Financial Activities, the Statement of Financial Position, 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 (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 June 2020 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

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

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Report of the Independent Auditors to the Trustees of Highcombe Edge Trust

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

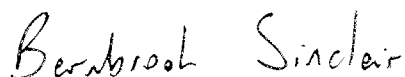
We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

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



The Barnbrook Sinclair Partnership LLP
Chartered Accountants
Statutory Auditor
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
Chancery House
30 St Johns Road
Woking
Surrey
GU21 7SA

14 September 2020

Highcombe Edge Trust

Statement of Financial Activities for the Year Ended 30 June 2020

		30/6/20 Unrestricted fund £	30/6/19 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies	2	207,080	241,762
Investment income	3	155,149	300,622
Total		<u>362,229</u>	<u>542,384</u>
EXPENDITURE ON			
Charitable activities	4		
Advancement of education of children and young people		81,255	112,748
Other		9,283	-
Total		<u>90,538</u>	<u>112,748</u>
NET INCOME		<u>271,691</u>	<u>429,636</u>
RECONCILIATION OF FUNDS			
Total funds brought forward		5,899,478	5,469,842
TOTAL FUNDS CARRIED FORWARD		<u><u>6,171,169</u></u>	<u><u>5,899,478</u></u>

The notes form part of these financial statements

Highcombe Edge Trust

Statement of Financial Position 30 June 2020

	Notes	30/6/20 Unrestricted fund £	30/6/19 Total funds £
FIXED ASSETS			
Tangible assets	10	292,346	296,692
Investment property	11	5,533,937	5,481,385
		<u>5,826,283</u>	<u>5,778,077</u>
CURRENT ASSETS			
Cash at bank		351,066	578,075
CREDITORS			
Amounts falling due within one year	12	(6,180)	(456,674)
NET CURRENT ASSETS		<u>344,886</u>	<u>121,401</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>6,171,169</u>	<u>5,899,478</u>
NET ASSETS		<u>6,171,169</u>	<u>5,899,478</u>
FUNDS	14		
Unrestricted funds		6,171,169	5,899,478
TOTAL FUNDS		<u>6,171,169</u>	<u>5,899,478</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 14 September 2020 and were signed on its behalf by:



B W Anderson - Trustee

Highcombe Edge Trust

Statement of Cash Flows for the Year Ended 30 June 2020

	Notes	30/6/20 £	30/6/19 £
Cash flows from operating activities			
Cash generated from operations	1	331,838	473,692
Interest paid		(9,199)	(19,069)
Net cash provided by operating activities		<u>322,639</u>	<u>454,623</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(47,245)	(101,348)
Purchase of investment property		(52,552)	(460,048)
Interest received		149	622
Net cash used in investing activities		<u>(99,648)</u>	<u>(560,774)</u>
Cash flows from financing activities			
Loan repayments in year		(450,000)	-
Net cash (used in)/provided by financing activities		<u>(450,000)</u>	<u>-</u>
Change in cash and cash equivalents in the reporting period		<u>(227,009)</u>	<u>(106,151)</u>
Cash and cash equivalents at the beginning of the reporting period		<u>578,075</u>	<u>684,226</u>
Cash and cash equivalents at the end of the reporting period		<u><u>351,066</u></u>	<u><u>578,075</u></u>

The notes form part of these financial statements

Highcombe Edge Trust

Notes to the Statement of Cash Flows for the Year Ended 30 June 2020

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	30/6/20 £	30/6/19 £
Net income for the reporting period (as per the Statement of Financial Activities)	271,691	429,636
Adjustments for:		
Depreciation charges	51,591	52,357
Interest received	(149)	(622)
Interest paid	9,199	19,069
Decrease in debtors	-	25,000
Decrease in creditors	(494)	(51,748)
Net cash provided by operations	<u>331,838</u>	<u>473,692</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/7/19 £	Cash flow £	At 30/6/20 £
Net cash			
Cash at bank	<u>578,075</u>	<u>(227,009)</u>	<u>351,066</u>
	<u>578,075</u>	<u>(227,009)</u>	<u>351,066</u>
Debt			
Debts falling due within 1 year	<u>(450,000)</u>	<u>450,000</u>	<u>-</u>
	<u>(450,000)</u>	<u>450,000</u>	<u>-</u>
Total	<u>128,075</u>	<u>222,991</u>	<u>351,066</u>

Highcombe Edge Trust

Notes to the Financial Statements for the Year Ended 30 June 2020

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

The accounts (financial statements) have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Charity constitutes a public benefit entity as defined by FRS102.

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

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

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

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

Charitable activities

Charitable expenditure and support costs comprise donations and all other expenditure incurred for the day to day management of the charitable activities. Donations consist of monetary amounts paid and assets gifted to other charities and individuals to assist in the promotion and advancement of religion.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and Fittings - 15% on reducing balance

All tangible assets purchased that have an expected useful economic life that exceeds one year are capitalised and classified as fixed assets. Tangible fixed assets are stated at historical cost less depreciation.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Taxation

The charity is exempt from tax on its charitable activities.

Highcombe Edge Trust

Notes to the Financial Statements - continued for the Year Ended 30 June 2020

1. ACCOUNTING POLICIES - continued

Fund accounting

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

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

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. DONATIONS AND LEGACIES

The trust benefits greatly from the involvement and enthusiastic support of its many volunteers. The economic contribution of volunteers is not recognised in the financial statements.

3. INVESTMENT INCOME

	30/6/20	30/6/19
	£	£
Licence income	155,000	300,000
Deposit account interest	149	622
	<u>155,149</u>	<u>300,622</u>

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs £
Advancement of education of children and young people	<u>81,255</u>

5. SUPPORT COSTS

	Governance costs £
Other resources expended	<u>9,283</u>

6. AUDITORS' REMUNERATION

	30/6/20	30/6/19
	£	£
Fees payable to the charity's auditors for the audit of the charity's financial statements	<u>4,000</u>	<u>4,000</u>

Highcombe Edge Trust

Notes to the Financial Statements - continued for the Year Ended 30 June 2020

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 30 June 2020 nor for the year ended 30 June 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 30 June 2020 nor for the year ended 30 June 2019.

8. STAFF COSTS

There were no employees and so no staff costs for the year ended 30 June 2020 nor for the year ended 30 June 2019, and so accordingly no employees received emoluments in excess of £60,000.

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	241,762
Investment income	300,622
Total	542,384
EXPENDITURE ON	
Charitable activities	
Advancement of education of children and young people	112,748
NET INCOME	429,636
RECONCILIATION OF FUNDS	
Total funds brought forward	5,469,842
TOTAL FUNDS CARRIED FORWARD	5,899,478

Highcombe Edge Trust

Notes to the Financial Statements - continued for the Year Ended 30 June 2020

10. TANGIBLE FIXED ASSETS

	Fixtures and Fittings £
Cost	
At 1 July 2019	426,422
Additions	47,245
At 30 June 2020	473,667
Depreciation	
At 1 July 2019	129,730
Charge for year	51,591
At 30 June 2020	181,321
Net book value	
At 30 June 2020	292,346
At 30 June 2019	296,692

11. INVESTMENT PROPERTY

	£
Fair value	
At 1 July 2019	5,481,385
Additions	52,552
At 30 June 2020	5,533,937
Net book value	
At 30 June 2020	5,533,937
At 30 June 2019	5,481,385

The Trustees valued the investment property at £5,533,937 as at 30 June 2020. The historical cost of the property and all the additions is £6,800,047.

Highcombe Edge Trust

Notes to the Financial Statements - continued for the Year Ended 30 June 2020

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30/6/20	30/6/19
	£	£
Trade creditors	-	494
Other creditors	6,180	456,180
	<u>6,180</u>	<u>456,674</u>

13. LOANS

An analysis of the maturity of loans is given below:

	30/6/20	30/6/19
	£	£
Amounts falling due within one year on demand:		
BCF Pension Fund loan	-	450,000
	<u>-</u>	<u>450,000</u>

The BCF Pension Fund loan of £450,000 was raised by the charity to fund the repayment of an existing bank loan and interest was charged at 3.5% above base rate. Full repayment of the loan was made to the lender during the year. This loan was secured over the property held by the charity.

14. MOVEMENT IN FUNDS

	At 1/7/19	Net movement in funds	At 30/6/20
	£	£	£
Unrestricted funds			
General fund	5,899,478	271,691	6,171,169
TOTAL FUNDS	<u>5,899,478</u>	<u>271,691</u>	<u>6,171,169</u>

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	362,229	(90,538)	271,691
TOTAL FUNDS	<u>362,229</u>	<u>(90,538)</u>	<u>271,691</u>

Highcombe Edge Trust

Notes to the Financial Statements - continued for the Year Ended 30 June 2020

14. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/7/18 £	Net movement in funds £	At 30/6/19 £
Unrestricted funds			
General fund	5,469,842	429,636	5,899,478
TOTAL FUNDS	<u>5,469,842</u>	<u>429,636</u>	<u>5,899,478</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	542,384	(112,748)	429,636
TOTAL FUNDS	<u>542,384</u>	<u>(112,748)</u>	<u>429,636</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/7/18 £	Net movement in funds £	At 30/6/20 £
Unrestricted funds			
General fund	5,469,842	701,327	6,171,169
TOTAL FUNDS	<u>5,469,842</u>	<u>701,327</u>	<u>6,171,169</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	904,613	(203,286)	701,327
TOTAL FUNDS	<u>904,613</u>	<u>(203,286)</u>	<u>701,327</u>

Highcombe Edge Trust

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2020**

15. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 30 June 2020.

Highcombe Edge Trust

Detailed Statement of Financial Activities for the Year Ended 30 June 2020

	30/6/20 £	30/6/19 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	207,080	241,762
Investment income		
Licence income	155,000	300,000
Deposit account interest	149	622
	<u>155,149</u>	<u>300,622</u>
Total incoming resources	362,229	542,384
EXPENDITURE		
Charitable activities		
Establishment - other	20,364	34,940
Bank charges	101	82
Fixtures and fittings	51,591	52,357
Interest	9,199	19,069
	<u>81,255</u>	<u>106,448</u>
Support costs		
Governance costs		
Auditors' remuneration	4,000	4,000
Accountancy and legal fees	5,283	2,300
	<u>9,283</u>	<u>6,300</u>
Total resources expended	90,538	112,748
Net income	271,691	429,636