

**BRIGHTON COLLEGE SCHOLARSHIP,
BURSARY AND PRIZE ENDOWMENTS**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2023

BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS

FOR THE YEAR ENDED 31 JULY 2023

TRUSTEE'S REPORT

REGISTERED CHARITY NUMBER 1078589

TRUSTEE – Brighton College

REGISTERED OFFICE

Brighton College
Eastern Road
Brighton
BN2 0AL

CLERK TO THE TRUSTEE

Clare Welby
Brighton College
Eastern Road
Brighton
BN2 0AL

AUDITOR

Haysmacintyre LLP
Chartered Accountants
10 Queens Street Place
London
EC4R 1AG

BANKERS

CAF Bank Limited
25 Kings Hill Avenue
Kings Hill
West Malling
Kent
ME19 4JQ

BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS

FOR THE YEAR ENDED 31 JULY 2023

TRUSTEE'S REPORT

The Trustee presents its report and financial statements for the year ended 31 July 2023. The financial statements have been prepared in accordance with the Charities Act 2011, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102 (Second Edition, effective 1 January 2019) and in accordance with the Deed of Trust dated 27 July 1999 (as amended) and the Order of the Charity Commission dated 16 October 2014.

1. INTRODUCTION

Brighton College Scholarship, Bursary and Prize Endowments resulted from the Charity Commission for England and Wales approval to the administration as one charity of the following charities:

The Brighton College Scholarship and Prize Foundation
The Stewart Scholarship Fund
The Old Brightonians Association Benevolent Scholarship Fund
The Francis Beaumont Cooke and Mary Olive Cooke Scholarship Fund

Subsequent to the above, the Charity Commission further agreed that the trustee of The Cooper Rawson Foundation be that organisation that was for the time being trustee of Brighton College Scholarship, Bursary and Prize Endowments and their results are included within these set of accounts.

STRUCTURE, GOVERNANCE AND MANAGEMENT

2. MANAGEMENT AND ADMINISTRATION

- 2.1 A scheme dated 27 July 1999 (as amended) authorised the administration of the above funds as a single charity ("the Trust") and by an order of the Charity Commission dated 16 October 2014, Brighton College (registered charity number 307061 and company number 7663) was appointed the sole trustee of the Trust effective from that date.
- 2.2 The Board of Brighton College has constituted an Investment Committee comprising a mixture of governors of the College and other committee members with knowledge of investment markets to determine the strategy for and exercise oversight of the assets of the funds within the Trust and to report back to the Board termly. The Investment Committee meets at least termly in order to discharge its obligations. Day to day oversight of the assets within the Trust is delegated to the Bursar and Head of Finance.
- 2.3 Because it is the sole trustee, these accounts are required to be consolidated within Brighton College's accounts.
- 2.4 The property assets within the Trust are valued by an accredited valuer periodically. The last valuation was carried out on 31st July 2023.
- 2.5 The management of the charity sits with the Group COO, Bursar and Finance team of Brighton College for day to day oversight of the assets given Brighton College is sole trustee, with any key decision making (such as investment decisions or disbursements) managed by the Investment Committee as described above.

3. INVESTMENT POWERS

The power to make investments during the year is clearly defined in the scheme document and vested in the Investment Committee of Brighton College.

Any monies available to be invested may be invested in the purchase or upon the security of such investments or other property movable or immovable of whatsoever nature and wherever situated and whether producing income or not (including the purchase of land for any tenure) as the Trustee thinks fit to the intent that it shall have the same full and unrestricted powers of investing and transposing investments in all respects as if it were absolutely entitled thereto beneficially.

BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS

FOR THE YEAR ENDED 31 JULY 2023

TRUSTEE'S REPORT (continued)

The Trustee may allow investments to be held in the names of corporate bodies as the Trustee's nominees and pay reasonable remuneration for the service provided. No such nominations are extant. All market investments are registered in the name of the Trust.

The Funds are overseen by the Investment Committee and invested in a range of assets in line with long term strategic allocation ranges and short term tactical allocation ranges with an aim of generating a return in the medium term in excess of CPI.

4. GOVERNANCE AND INTERNAL CONTROLS

- 4.1 The Trustee has established appropriate terms of reference for the Investment Committee; determined an appropriate membership of the Investment Committee comprising individuals with both an understanding of the Trust (and the requirements of potential and actual beneficiaries of the Trust) and investments; and has had appropriate legal and accounting briefings to clarify the duties and responsibilities of the committee members. The Investment Committee meets at least three times a year. The Investment Committee selects investment managers which integrate ESG (Environmental, Social and Governance) considerations into their investment process.
- 4.2 Day to day oversight of the Trust lies with the Bursary of Brighton College. The internal control regime is aligned with the regime in place for the College which ensures amongst other things separation and separable monitoring of the assets of the Trust from those of the College. The controls at the College are the subject of an external annual audit. Appropriate mandates are in place regarding the operation of the Trust's and College's bank accounts.

5. RISK MANAGEMENT

The principal risk and uncertainties for the Trust and the mitigation strategy in place is as follows:

- **Investment Risk** - The Investment Committee, which oversees the Trust for Brighton College, comprises individuals who understand the requirements of the beneficiaries by virtue of including committee members who are governors of the College. Committee members are also appointed because they understand investments and investment risk, they meet regularly, with a set agenda and have procedures in place to mitigate to a tolerable level any risks, including only taking investment-related decisions when suitably quorate.

6. PUBLIC BENEFIT

The Trustee recognises its obligations in respect of the requirement for the use of charitable funds for the public benefit. Donations to Brighton College by the Trust were made for the provision of scholarships and bursaries for some pupils, who without the support of those funds, would have been unable to afford to take advantage of the benefits of the excellent education provision offered by the College. Details of the application of the funds by the College for the benefit of beneficiaries is provided to the Trustee at both the Finance Committee of the Board and at Board meetings.

The Trustee confirms that it has complied with the duty in section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission in determining the activities undertaken by the Trust.

7. OBJECTS OF THE CHARITY

- 7.1 The object of the Charity is to further the education of pupils attending Brighton College (or who have attended the College for not less than two years) by the award of scholarships, bursaries and prizes, or otherwise as the Trustee in its discretion thinks fit.
- 7.2 All scholarships, bursaries and prizes are awarded by the Head Master in consultation with the Trustee.
- 7.3 In awarding scholarships, bursaries and prizes the Trustee will have regard to the existing trusts of any of the original charities now amalgamated.

BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS

FOR THE YEAR ENDED 31 JULY 2023

TRUSTEE'S REPORT (continued)

- 7.4 The object of "The Cooper Rawson Foundation" is to promote the education of pupils at Brighton College who are children of clergy of the Church of England and who are in need of financial assistance.
- 7.5 "The Peyton Bequest" is a permanent endowment, the income from which is to be applied for the benefit of one or more pupils at the sole discretion of the Head Master [of Brighton College] priority being given to individuals bearing the unhyphenated surname of "Peyton" and who have not acquired it by adoption or name change by them or their antecedents since 1900. However, in the event that no candidate presents themselves who qualify under the terms of the endowment bequest, the Head Master may, at his personal discretion, award all or any of the income from the endowment to a deserving candidate who does not comply with the rather restrictive conditions of the bequest.

8. INCOME GENERATION

- 8.1 Income to the Trust is typically derived principally from three sources:
- rental income from properties leased under normal commercial terms to Brighton College of buildings owned by the Trust;
 - dividends, interest or proceeds from the sale of financial investments.
 - donations.
- 8.2 The Trustee must apply first the Trust's income, and then if the Trustee thinks fit the expendable endowment in meeting the proper costs of administering the Trust and of managing its property (including the repair and insurance of its buildings).
- 8.3 No fundraising complaints have been received for the current year or prior years.

9. ACHIEVEMENTS AND PERFORMANCE

- 9.1 The Trust made regular donations to Brighton College which were used by the College to facilitate attendance at the College of young persons whose parents or guardians are assisted with the fees following a College monitored needs analysis of their requirements (bursary recipients) or young persons who excel in one or more particular aspects of College life (scholars).
- 9.2 The Investment Committee reviewed the investment portfolio three times during the year having regard first to how the portfolio of assets should be allocated in the long term (strategic allocation) and allocated given current market conditions (tactical allocation).
- 9.3 The long term objective of the Trustee is to ensure the portfolio of assets remains balanced between asset classes and is administered by a small number of approved and vetted fund managers. The Investment Committee has oversight of the investment of the Public Benefit Fund of Brighton College as well as those assets within the Trust and has determined that there is significant advantage in pooling the two together in determining the portfolio allocation (as it reduces the cost of administration and investments may benefit from scale in other ways). The Public Benefit Fund and the assets within the Trust are accounted for in such a way as to ensure they are separable and clearly identifiable.

Investment income for the Trust for the year of £134k (2022:£75k), combined with rental income of £225k (2022:£214k) and an investment gain of £430k comprising a loss on quoted investments of £35k and an increase in property valuation of £465k (2022:£80k quoted investment loss) have resulted in a total investment return of 9.9% (2022: 3.0%).

BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS

FOR THE YEAR ENDED 31 JULY 2023

TRUSTEE'S REPORT (continued)

10. RESERVES POLICY

The Scholarship Funds should be invested partly to generate income in support of current scholarships and bursaries and partly for growth with the long term aim of generating income sufficient to cover all scholarships and bursaries at the College.

The general policy for reserves is to treat rental income from owned properties as short term income to be deployed in supporting current bursary recipients and scholars and to utilize other investment income to defray any costs of the Trust. Any excess income or gains on sale of assets are reinvested in the funds for the benefit of future bursary recipients and scholars. In order to clearly identify the reserves necessary to meet their obligations, the Trustee designates part of the reserves as "Capital" for investment purposes and part "Income", save for the specific minor sub funds designated under the Cooper Rawson Foundation, an anonymous donation and the Peyton Bequest which are held against their identified criteria for awarding in appropriate cases. The Trustee does not seek to retain reserves in excess of those needed to meet their obligations and funds generated are to be used for supporting bursaries and scholarships.

At 31 July 2023, the aggregate reserves were £8.4 million (2022: £7.8 million) of which £193k (2022: £189k) was restricted, £392k (2022: £385k) was endowed and £7.8 million (2022: £7.2 million) was designated.

11. GOING CONCERN

Taking into account the income generation from its underlying property portfolio together with the listed investments and funds that it holds, the Trustee considers that the Trust can operate as a going concern for at least 12 months from the date of signature of these financial statements.

The Trustee and Governor oversight of the financial investments held by the Trust is considered to be robust, with regular reviews to consider volatile market conditions.

12. FUTURE PLANS

The Trustee's focuses during the financial year were to ensure the ongoing provision of support for bursaries and scholarships and to seek to ensure the underlying assets were appropriate given existing market conditions.

13. TRUSTEE'S RESPONSIBILITIES

Charity law requires a trustee 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 its financial activities for that year. In preparing those financial statements the trustee is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether the policies adopted are in accordance with the statement of recommended practice "Accounting and Reporting by Charities" and with applicable accounting standards, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the "going concern" basis unless it is inappropriate to presume that the charity will continue its activities.

The Trustee is responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enables it to ensure that the financial statements comply with the Charities Act 2011 and the provisions of the trust deed. The trustee is 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

BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS

FOR THE YEAR ENDED 31 JULY 2023

TRUSTEE'S REPORT (continued)

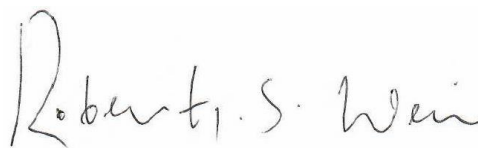
So far as the Trustee is aware at the time the report is approved:

- there is no relevant audit information of which the Charity's auditor is unaware; and
- the governors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Signed on behalf of the Trustee on 29th February 2024 by:



WHP Jackson MA
Governor of Brighton College



RJS Weir BA FCA MCT
Governor of Brighton College

BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS

FOR THE YEAR ENDED 31 JULY 2023

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEE OF

BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS

Opinion

We have audited the financial statements of Brighton College Scholarship, Bursary and Prize Endowments for the year ended 31 July 2023 which comprise Statement of Financial Activities, Balance Sheet, Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 July 2023 and of the charity's net movement in funds 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 have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder. We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The trustee is responsible for the other information. The other information comprises the information included in the Trustee's 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.

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 in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- adequate accounting records have not been kept by the charity; or
- sufficient accounting records have not been kept; or
- the 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.

BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS

FOR THE YEAR ENDED 31 JULY 2023

Responsibilities of the trustee for the financial statements

As explained more fully in the trustee responsibilities statement set out on page 2 the trustee is 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 trustee determines 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 trustee is 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 trustee either intends to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charity and the environment in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to Charities Act 2011, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to revenue recognition, in particular in relation to voluntary income and management override of controls. Audit procedures performed by the engagement team included:

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

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

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

BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS

FOR THE YEAR ENDED 31 JULY 2023

Use of our report

This report is made solely to the charity's trustee, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustee 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's trustee as a body for our audit work, for this report, or for the opinions we have formed.

Haysmacintyre LLP

Haysmacintyre LLP
Statutory Auditors
Date: 1 March 2024

10 Queen Street Place
London
EC4R 1AG

Haysmacintyre LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS

FOR THE YEAR ENDED 31 JULY 2023

STATEMENT OF FINANCIAL ACTIVITIES

| | | | | Unrestricted funds | | 2023 | 2022 |
|--|------|--------------------------|-------------------------|----------------------|---------------------|---------------------|---------------------|
| | Note | Restricted Funds £000 | Endowment Funds £000 | Capital Fund £000 | Income Fund £000 | Total Funds £000 | Total Funds £000 |
| INCOME & ENDOWMENTS FROM: | | | | | | | |
| Charitable activities | | | | | | | |
| Gross rents receivable | | - | - | - | 225 | 225 | 214 |
| Voluntary income | | | | | | | |
| Donations | | - | - | - | - | - | 1,000 |
| Investments | | | | | | | |
| Investment income | | 5 | 10 | - | 119 | 134 | 75 |
| TOTAL INCOME | | 5 | 10 | - | 344 | 359 | 1,289 |
| EXPENDITURE ON | | | | | | | |
| Charitable activities | | | | | | | |
| Donations (including support costs) | 2 | - | - | - | 234 | 234 | 223 |
| TOTAL EXPENDITURE | | - | - | - | 234 | 234 | 223 |
| NET INCOME BEFORE OTHER RECOGNISED LOSSES/GAINS | | 5 | 10 | - | 110 | 125 | 1,066 |
| OTHER RECOGNISED LOSSES/GAINS | | | | | | | |
| (Losses)/Gains on investments | 3 | (1) | (3) | (31) | - | (35) | (80) |
| Gains on investment property | 3 | - | - | 465 | - | 465 | - |
| NET INCOME | | 4 | 7 | 434 | 110 | 555 | 986 |
| Transfers between funds | 5 | - | - | 155 | (155) | - | - |
| NET MOVEMENT IN FUNDS | | 4 | 7 | 589 | (45) | 555 | 986 |
| FUND BALANCES BROUGHT FORWARD | | | | | | | |
| | | 189 | 385 | 7,164 | 71 | 7,809 | 6,823 |
| FUND BALANCES CARRIED FORWARD | | | | | | | |
| | | 193 | 392 | 7,753 | 26 | 8,364 | 7,809 |

The Statement of Financial Activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities. Full comparatives on a fund-by-fund basis are included in note 11.

The notes on pages 13 to 21 form part of these financial statements.

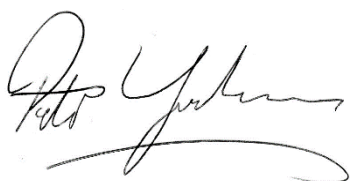
BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS

FOR THE YEAR ENDED 31 JULY 2023

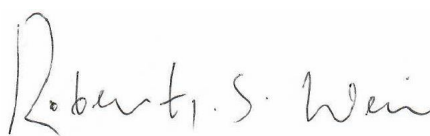
BALANCE SHEET

| | Note | Restricted Funds £000 | Endowment Funds £000 | Unrestricted funds Capital Fund £000 | Income Fund £000 | 2023 Total Funds £000 | 2022 Total Funds £000 |
|--|------|--------------------------|-------------------------|--|---------------------|-----------------------------|-----------------------------|
| INVESTMENT ASSETS | | | | | | | |
| Investment properties | 3 | - | - | 3,965 | - | 3,965 | 3,500 |
| Listed investments and funds | 3 | 160 | 354 | 3,787 | - | 4,301 | 4,161 |
| | | <u>160</u> | <u>354</u> | <u>7,752</u> | <u>-</u> | <u>8,266</u> | <u>7,661</u> |
| CURRENT ASSETS | | | | | | | |
| Debtors: accrued income | | 1 | 2 | - | 27 | 30 | 16 |
| Cash at bank | | 32 | 36 | 1 | 3 | 72 | 139 |
| | | <u>33</u> | <u>38</u> | <u>1</u> | <u>30</u> | <u>102</u> | <u>155</u> |
| TOTAL CURRENT ASSETS | | | | | | | |
| LESS: | | | | | | | |
| Current liabilities | | | | | | | |
| Creditors and accrued expenses | 4 | - | - | - | (4) | (4) | (7) |
| | | <u>33</u> | <u>38</u> | <u>1</u> | <u>26</u> | <u>98</u> | <u>148</u> |
| NET CURRENT ASSETS | | | | | | | |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | | | | | |
| | | <u>193</u> | <u>392</u> | <u>7,753</u> | <u>26</u> | <u>8,364</u> | <u>7,809</u> |
| Representing | | | | | | | |
| UNRESTRICTED FUNDS | | | | | | | |
| Designated capital funds | 5 | - | - | 7,753 | - | 7,753 | 7,164 |
| Designated income funds | 5 | - | - | - | 26 | 26 | 71 |
| RESTRICTED FUNDS | | | | | | | |
| | 5 | 193 | - | - | - | 193 | 189 |
| ENDOWED FUNDS | | | | | | | |
| | 5 | - | 392 | - | - | 392 | 385 |
| TOTAL FUNDS | | | | | | | |
| | | <u>193</u> | <u>392</u> | <u>7,753</u> | <u>26</u> | <u>8,364</u> | <u>7,809</u> |

These financial statements were approved and authorised for issue on 29th February 2024 and are signed on behalf of the Trustee by:



WHP Jackson MA
Governor of Brighton College



RJS Weir BA FCA MCT
Governor of Brighton College

The notes on pages 13 to 21 form part of these financial statements.
Full comparatives on a fund-by-fund basis are included in note 12.

BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS**FOR THE YEAR ENDED 31 JULY 2023**

CASH FLOW STATEMENT

| | Note | 2023 £000 | 2022 £000 |
|---|-------------|----------------------|----------------------|
| Net cash flow from operating activities | 7 | (25) | 984 |
| Cash flow from investing activities | | | |
| Investment income received | | 134 | 75 |
| Investment purchases | | (175) | (1,047) |
| Net cash flow from investing activities | | (41) | (972) |
| Increase in cash and cash equivalents | | (66) | 12 |
| Cash and cash equivalents at the beginning of period | | 138 | 126 |
| Cash and cash equivalents at the end of period | | 72 | 138 |

The notes on pages 13 to 21 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared in accordance with the Charities Act 2011, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102 (Second Edition, effective 1 January 2019) and in accordance with the Deed of Trust dated 27 July 1999 (as amended) and the Order of the Charity Commission dated 16 October 2014.

The functional currency is considered to be sterling (£).

Having reviewed the position and outlook for the Trust, the Trustee has a reasonable expectation that the Trust has adequate resources to continue its activities for the foreseeable future. The Trustee also considers there to be no material uncertainties at the date of signing the accounts in relation to the Trust's ability to continue as a going concern. Accordingly, it continues to adopt the going concern basis in preparing the financial statements. The Trust is a Public Benefit Entity registered as a charity in England and Wales with charity number 1078589.

General information

The charity's registered office is Brighton College, Eastern Road, Brighton, BN2 0AL.

Critical accounting judgements

In the application of the accounting policies, the Trustee is required to make judgements, estimates, and assumptions about the carrying value of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affected current and future periods. The only critical judgement made by the Trustee is in the valuation of the investment properties, details of which are contained in note 3. In the view of the Trustee, no assumptions concerning the future or estimate affecting assets or liabilities at the balance sheet date are likely to result in a material adjustment to their carrying amounts in the next financial year.

The principal accounting policies adopted consistently are as follows:

Fund accounting

The accounts primarily comprise "Unrestricted Funds" which the Trustee has designated part as to Capital and the balance as to Income. The "Restricted Funds" comprise an anonymous donation and the funds of "The Cooper Rawson Foundation". The "Endowment Fund" contains the Peyton Bequest.

Investments

Investment assets, apart from those applicable to Restricted Funds and the Endowment Fund, form part of the designated Capital Fund. All income arising from these investments is credited to the designated Income Fund as incoming resources.

Investment assets are revalued to market value at the balance sheet date, with revaluation surpluses or deficits being credited or charged as unrealised gains or losses to the designated Capital Fund or appropriate Restricted Fund or the Endowment Fund. Investment properties are valued following consultations with a professional valuer to whom the properties are well known and listed investments and funds are valued at market value at the balance sheet date.

Gains or losses on disposals of investment assets are calculated as arising from the latest balance sheet valuation, and are credited or charged to the designated Capital Fund or appropriate Restricted Fund or Endowment Fund as realised gains or losses.

BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS

FOR THE YEAR ENDED 31 JULY 2023

NOTES TO THE FINANCIAL STATEMENTS (continued)

1. ACCOUNTING POLICIES (continued)

Investment income

Income derived from investments in the form of dividends is credited to the Statement of Financial Activities when receivable by the Trust. Gross rental income is included on an accruals basis.

Voluntary income

Voluntary income is accounted for as and when entitlement arises, the amount can be reliably quantified and the economic benefit is considered probable.

Allocation of overhead and support costs

Overhead and support costs have been allocated between charitable activities and governance. The allocation of overhead and support costs for the year ended 31 July 2023 is analysed in Note 2.

Charitable activities

Costs of charitable activities include donations made and an apportionment of support costs as shown in Note 2.

Governance costs

Governance costs comprise all costs involving the public accountability of the Trust and its compliance with regulation and good practice. These costs include costs related to the audit and independent examiner review of the Trust's accounts together with overhead and support costs.

Financial instruments

Basic financial instruments are initially recognised at transaction value and subsequently amortised with the exception of investments which are held at fair value. Financial assets held at amortised cost comprise cash at bank and in hand, together with trade and other debtors. A specific provision is made for debts for which recoverability is in doubt. Cash at bank and in hand is defined as all cash held in instant access bank accounts and used as working capital. Financial liabilities held at amortised cost comprise all creditors except social security and other taxes and provisions.

2. ALLOCATION OF SUPPORT COSTS AND OVERHEADS

The breakdown of support costs and how these are allocated between Governance and Charitable Activities is shown in the table below:

| | Total Allocated £000 | 2023 Charitable Activities £000 | Governance £000 | Total Allocated £000 | 2022 Charitable Activities £000 | Governance £000 |
|-----------------------------------|-------------------------------------|--|----------------------------|-------------------------------------|--|----------------------------|
| Donation to Brighton College | 225 | 225 | - | 214 | 214 | - |
| Accountancy and professional fees | 9 | 5 | 4 | 9 | 5 | 4 |
| | <u>234</u> | <u>230</u> | <u>4</u> | <u>223</u> | <u>219</u> | <u>4</u> |

The basis of apportionment is detailed in Note 1. The Trust has no employees.

| | 2023 £000 | 2022 £000 |
|---|----------------------|----------------------|
| Accountancy and professional fees include: | | |
| Auditor remuneration and expenses | <u>4</u> | <u>5</u> |

BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS

FOR THE YEAR ENDED 31 JULY 2023

NOTES TO THE FINANCIAL STATEMENTS (continued)

3. INVESTMENT ASSETS

Designated Capital Fund and Restricted and Endowment Funds

| | Capital Fund | | Restricted and Endowment funds | | Total | |
|------------------------------|--------------|--------------|-----------------------------------|------------|--------------|--------------|
| | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 |
| | £000 | £000 | £000 | £000 | £000 | £000 |
| Investment properties | 3,965 | 3,500 | - | - | 3,965 | 3,500 |
| Listed investments and funds | 3,787 | 3,663 | 514 | 498 | 4,301 | 4,161 |
| | <u>7,752</u> | <u>7,163</u> | <u>514</u> | <u>498</u> | <u>8,266</u> | <u>7,661</u> |

i) Investment properties

| | Capital Fund | | Restricted and Endowment funds | | Total | |
|--|--------------|--------------|-----------------------------------|----------|--------------|--------------|
| | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 |
| | £000 | £000 | £000 | £000 | £000 | £000 |
| Cost as at 1 August | 1,392 | 1,392 | - | - | 1,392 | 1,392 |
| | <u>1,392</u> | <u>1,392</u> | <u>-</u> | <u>-</u> | <u>1,392</u> | <u>1,392</u> |
| Net unrealised gains on revaluation at 31 July | 2,573 | 2,108 | - | - | 2,573 | 2,108 |
| | <u>2,573</u> | <u>2,108</u> | <u>-</u> | <u>-</u> | <u>2,573</u> | <u>2,108</u> |
| Market value at 31 July | <u>3,965</u> | <u>3,500</u> | <u>-</u> | <u>-</u> | <u>3,965</u> | <u>3,500</u> |

At 31 July 2023, investment properties were revalued by Graves Son & Pilcher LLP, a member of the National Association of Estate Agents. The valuation was based on open market value assuming vacant possession.

ii) Listed investments and funds

| | Capital Fund | | Restricted and Endowment funds | | Total | |
|--|--------------|--------------|-----------------------------------|-------------|--------------|--------------|
| | 2023 | 2022 | 2023 | 2022 | 2023 | 2022 |
| | £000 | £000 | £000 | £000 | £000 | £000 |
| Cost as at 1 August | 3,036 | 2,155 | 571 | 405 | 3,607 | 2,560 |
| Additions at cost | 156 | 881 | 19 | 166 | 175 | 1,047 |
| Disposals at cost | - | - | - | - | - | - |
| | <u>3,192</u> | <u>3,036</u> | <u>590</u> | <u>571</u> | <u>3,782</u> | <u>3,607</u> |
| Cost as at 31 July | 3,192 | 3,036 | 590 | 571 | 3,782 | 3,607 |
| | <u>3,192</u> | <u>3,036</u> | <u>590</u> | <u>571</u> | <u>3,782</u> | <u>3,607</u> |
| Net unrealised gains on revaluation at 31 July | 595 | 627 | (76) | (73) | 519 | 554 |
| | <u>595</u> | <u>627</u> | <u>(76)</u> | <u>(73)</u> | <u>519</u> | <u>554</u> |
| Market value at 31 July | <u>3,787</u> | <u>3,663</u> | <u>514</u> | <u>498</u> | <u>4,301</u> | <u>4,161</u> |

BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS

FOR THE YEAR ENDED 31 JULY 2023

NOTES TO THE FINANCIAL STATEMENTS (continued)

3. INVESTMENT ASSETS (continued)

During the year, listed investments and funds with a cost of £nil (2022: £nil) were sold generating net proceeds of £nil (2022: £nil) and unrealised losses of £35k were incurred (2022: loss of £80k).

| 4. CREDITORS: amounts falling due within one year | 2023 £000 | 2022 £000 |
|---|--------------|--------------|
| Accruals | 4 | 7 |
| | <u>4</u> | <u>7</u> |

5. FUNDS

i) Unrestricted funds

| | | Balance b/forward 01/08/2022 £000 | Income £000 | Movement in Funds Expenditure £000 | Gains/ (Losses) & transfers £000 | Balance c/forward 31/07/2023 £000 |
|------------|----------------|--|----------------|--|---|--|
| Designated | - Capital Fund | 7,164 | - | - | 589 | 7,753 |
| | - Income Fund | 71 | 344 | (234) | (155) | 26 |
| | | <u>7,235</u> | <u>344</u> | <u>(234)</u> | <u>434</u> | <u>7,779</u> |

Unrestricted funds 2022

| | | Balance b/forward 01/08/2021 £000 | Income £000 | Movement in Funds Expenditure £000 | Losses & transfers £000 | Balance c/forward 31/07/2022 £000 |
|------------|----------------|--|----------------|--|-------------------------------|--|
| Designated | - Capital Fund | 6,189 | 1,000 | - | (25) | 7,164 |
| | - Income Fund | 64 | 278 | (223) | (48) | 71 |
| | | <u>6,253</u> | <u>1,278</u> | <u>(223)</u> | <u>(73)</u> | <u>7,235</u> |

In order to clearly identify the reserves necessary to meet their obligations, the Trustee designates part of the reserves as “Capital” for investment purposes and part “Income”, save for the specific minor sub funds designated under the Cooper Rawson Foundation, an anonymous donation and the Peyton Bequest which are held against their identified criteria for awarding in appropriate cases.

ii) Restricted funds

| | | Balance b/forward 01/08/2022 £000 | Income £000 | Movement in Funds Expenditure £000 | Losses & transfers £000 | Balance c/forward 31/07/2023 £000 |
|--------------------------|----------------|--|----------------|--|-------------------------------|--|
| Cooper Rawson Foundation | - Capital Fund | 32 | 1 | - | - | 33 |
| | - Income Fund | 15 | - | - | - | 15 |
| Anonymous Donation | - Capital Fund | 114 | 3 | - | (1) | 116 |
| | - Income Fund | 28 | 1 | - | - | 29 |
| | | <u>189</u> | <u>5</u> | <u>-</u> | <u>(1)</u> | <u>193</u> |

BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS

FOR THE YEAR ENDED 31 JULY 2023

NOTES TO THE FINANCIAL STATEMENTS (continued)

5. FUNDS (continued)

Restricted funds 2022

| | | Balance b/forward 01/08/2021 £000 | Income £000 | Movement in Funds Expenditure £000 | Losses & transfers £000 | Balance c/forward 31/07/2022 £000 |
|---------------|----------------|--|----------------|--|-------------------------------|--|
| Cooper Rawson | - Capital Fund | 32 | - | - | - | 32 |
| Foundation | - Income Fund | 15 | - | - | - | 15 |
| Anonymous | - Capital Fund | 114 | 3 | - | (3) | 114 |
| Donation | - Income Fund | 28 | - | - | - | 28 |
| | | <u>189</u> | <u>3</u> | <u>-</u> | <u>(3)</u> | <u>189</u> |

The Restricted Funds are available for the following purposes:

Cooper Rawson - to promote the education of pupils at Brighton College who are children of clergy of the Church of England and who are in need of financial assistance.

Anonymous Donation – for the benefit of children of Old Brightonians at Brighton College who can show need for financial assistance with fees.

iii) Endowment fund

| | | Balance b/forward 01/08/2022 £000 | Income £000 | Movement in Funds Expenditure £000 | Losses & transfers £000 | Balance c/forward 31/07/2023 £000 |
|----------------|-----------------------|--|----------------|--|-------------------------------|--|
| Peyton Bequest | | | | | | |
| | - Permanent Endowment | 318 | - | - | (3) | 315 |
| | - Income Fund | 67 | 10 | - | - | 77 |
| | | <u>385</u> | <u>10</u> | <u>-</u> | <u>(3)</u> | <u>392</u> |

Endowment fund 2022

| | | Balance b/forward 01/08/2021 £000 | Income £000 | Movement in Funds Expenditure £000 | Losses & transfers £000 | Balance c/forward 31/07/2022 £000 |
|----------------|-----------------------|--|----------------|--|-------------------------------|--|
| Peyton Bequest | | | | | | |
| | - Permanent Endowment | 322 | - | - | (4) | 318 |
| | - Income Fund | 59 | 8 | - | - | 67 |
| | | <u>381</u> | <u>8</u> | <u>-</u> | <u>(4)</u> | <u>385</u> |

The Endowment Fund is available for the following purposes:

Peyton Bequest – the income is to be applied for the benefit of children selected annually at the sole discretion of the Head Master [of Brighton College] priority to be given to individuals bearing the unhyphenated surname of “Peyton” and who have not acquired it by adoption or by change of name by them or their ancestors since 1900. Income unexpended is an accretion to the Endowment Fund.

BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS

FOR THE YEAR ENDED 31 JULY 2023

NOTES TO THE FINANCIAL STATEMENTS (continued)

6. ANALYSIS OF NET ASSETS BETWEEN FUNDS

| | Restricted funds £000 | Endowed funds £000 | Designated funds £000 | Total £000 |
|---|-----------------------------|--------------------------|-----------------------------|---------------|
| Fund balances at 31 July 2023 are represented by: | | | | |
| Investment properties | - | - | 3,965 | 3,965 |
| Listed investments and funds | 160 | 354 | 3,787 | 4,301 |
| Net current assets | 33 | 38 | 27 | 98 |
| | <u>193</u> | <u>392</u> | <u>7,779</u> | <u>8,364</u> |

ANALYSIS OF NET ASSETS BETWEEN FUNDS

| | Restricted funds £000 | Endowed funds £000 | Designated funds £000 | Total £000 |
|---|-----------------------------|--------------------------|-----------------------------|---------------|
| Fund balances at 31 July 2022 are represented by: | | | | |
| Investment properties | - | - | 3,500 | 3,500 |
| Listed investments and funds | 155 | 343 | 3,663 | 4,161 |
| Net current assets | 34 | 42 | 72 | 148 |
| | <u>189</u> | <u>385</u> | <u>7,235</u> | <u>7,809</u> |

7. CASH FLOWS

| | 2023 £000 | 2022 £000 |
|--|--------------|--------------|
| Reconciliation of operating profit to net cash flow from operating activities | | |
| Net income | 555 | 986 |
| Net dividends and interest received | (134) | (75) |
| (Increase)/decrease in debtors | (13) | (11) |
| (Decrease)/increase in creditors | (3) | 4 |
| Investment (gains)/losses | (430) | 80 |
| Net cash flow from operating activities | <u>(25)</u> | <u>984</u> |

8. TRUSTEE EXPENSES

The Trustee received £nil remuneration or reimbursement for any expense during the year (2022: £Nil).

BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS

FOR THE YEAR ENDED 31 JULY 2023

NOTES TO THE FINANCIAL STATEMENTS (continued)

9. RELATED CHARITY

The sole trustee, Brighton College, is a company limited by guarantee (number 7663) and a registered charity and is the recipient of bursaries and other grants from the Trust. The registered charity number of Brighton College is 307061 and the administration address is Eastern Road, Brighton, East Sussex, BN2 0AL.

During the year ended 31 July 2023 grants and bursaries totalling £225k (2022: £214k) were made to Brighton College.

The Trust leases certain properties to Brighton College on normal rental terms. Leases in place at 31 July 2023 produced gross rentals of £225k in the year (2022: £214k).

The smallest and largest group in which the results of the Trust and the results of Brighton College are consolidated is that headed by Brighton College. The statutory accounts of Brighton College are available from Companies House.

10. RELATED PARTY TRANSACTIONS

There were transactions with the Trustees and Governors totalling £nil (2022:£nil) during the year.

BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS

FOR THE YEAR ENDED 31 JULY 2023

11. STATEMENT OF FINANCIAL ACTIVITIES – PRIOR YEAR COMPARITIVES

| | | | | Unrestricted funds | | 2022 | 2021 |
|--|------|--------------------------|-------------------------|----------------------|---------------------|---------------------|---------------------|
| | Note | Restricted Funds £000 | Endowment Funds £000 | Capital Fund £000 | Income Fund £000 | Total Funds £000 | Total Funds £000 |
| INCOME & ENDOWMENTS FROM: | | | | | | | |
| Charitable activities | | | | | | | |
| Gross rents receivable | | - | - | - | 214 | 214 | 189 |
| Voluntary income | | | | | | | |
| Donations | | - | - | 1,000 | - | 1,000 | - |
| Investments | | | | | | | |
| Investment income | | 3 | 8 | | 64 | 75 | 23 |
| TOTAL INCOME | | 3 | 8 | 1,000 | 278 | 1,289 | 212 |
| EXPENDITURE ON | | | | | | | |
| Charitable activities | | | | | | | |
| Donations (including support costs) | 2 | - | - | - | 223 | 223 | 194 |
| TOTAL EXPENDITURE | | - | - | - | 223 | 223 | 194 |
| NET INCOME BEFORE OTHER RECOGNISED LOSSES/GAINS | | 3 | 8 | 1,000 | 55 | 1,066 | 18 |
| OTHER RECOGNISED LOSSES/GAINS | | | | | | | |
| (Losses)/Gains on investments | 3 | (3) | (6) | (71) | - | (80) | 438 |
| Gains on investment property | 3 | - | - | - | - | - | 695 |
| NET INCOME | | - | 2 | 929 | 55 | 986 | 1,151 |
| Transfers between funds | 5 | - | 2 | 46 | (48) | - | - |
| NET MOVEMENT IN FUNDS | | - | 4 | 975 | 7 | 986 | 1,151 |
| FUND BALANCES BROUGHT FORWARD | | | | | | | |
| | | 189 | 381 | 6,189 | 64 | 6,823 | 5,672 |
| FUND BALANCES CARRIED FORWARD | | | | | | | |
| | | 189 | 385 | 7,164 | 71 | 7,809 | 6,823 |

The Statement of Financial Activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

BRIGHTON COLLEGE SCHOLARSHIP, BURSARY AND PRIZE ENDOWMENTS

FOR THE YEAR ENDED 31 JULY 2023

12. BALANCE SHEET – PRIOR YEAR COMPARATIVES

BALANCE SHEET

| | Note | Restricted Funds £000 | Endowment Funds £000 | Unrestricted funds Capital Fund £000 | Income Fund £000 | 2022 Total Funds £000 | 2021 Total Funds £000 |
|--|------|-----------------------------|----------------------------|---|------------------------|--------------------------------|--------------------------------|
| INVESTMENT ASSETS | | | | | | | |
| Investment properties | 3 | - | - | 3,500 | - | 3,500 | 3,500 |
| Listed investments and funds | 3 | 155 | 343 | 3,663 | - | 4,161 | 3,195 |
| | | <u>155</u> | <u>343</u> | <u>7,163</u> | <u>-</u> | <u>7,661</u> | <u>6,695</u> |
| CURRENT ASSETS | | | | | | | |
| Debtors: accrued income | | - | 1 | - | 15 | 16 | 6 |
| Cash at bank | | 34 | 41 | 1 | 63 | 139 | 126 |
| | | <u>34</u> | <u>42</u> | <u>1</u> | <u>78</u> | <u>155</u> | <u>132</u> |
| TOTAL CURRENT ASSETS | | | | | | | |
| LESS: | | | | | | | |
| Current liabilities | | | | | | | |
| Creditors and accrued expenses | 4 | - | - | - | (7) | (7) | (4) |
| | | <u>-</u> | <u>-</u> | <u>-</u> | <u>(7)</u> | <u>(7)</u> | <u>(4)</u> |
| NET CURRENT ASSETS | | | | | | | |
| | | <u>34</u> | <u>42</u> | <u>1</u> | <u>71</u> | <u>148</u> | <u>128</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | | | | | |
| | | <u>189</u> | <u>385</u> | <u>7,164</u> | <u>71</u> | <u>7,809</u> | <u>6,823</u> |
| Representing | | | | | | | |
| UNRESTRICTED FUNDS | | | | | | | |
| Designated capital funds | 5 | - | - | 7,164 | - | 7,164 | 6,189 |
| Designated income funds | 5 | - | - | - | 71 | 71 | 64 |
| RESTRICTED FUNDS | | | | | | | |
| | 5 | 189 | - | - | - | 189 | 189 |
| ENDOWED FUNDS | | | | | | | |
| | 5 | - | 385 | - | - | 385 | 381 |
| TOTAL FUNDS | | | | | | | |
| | | <u>189</u> | <u>385</u> | <u>7,164</u> | <u>71</u> | <u>7,809</u> | <u>6,823</u> |