

THE WALTER AND LIESEL SCHWAB CHARITABLE TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 1 MAY 2022

THE WALTER AND LIESEL SCHWAB CHARITABLE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Baroness Neuberger DBE Professor Anthony Neuberger Sheila Spalding Dr Katie Petty-Saphon Lady Brittan DBE Dr Rebecca Murray Baroness Sally Hamwee	(Appointed 24 May 2022)
Charity number	1091870	
Principal address	SW Trust PO Box 12327 Colchester CO6 4XE	
Independent examiner	Andrew Rich c/o HW Fisher LLP Chartered Accountants Acre House 11-15 William Road London NW1 3ER	
Bankers	National Westminster Bank Plc Head Office 41 Lothbury London EC2 2BP	
Solicitors	Payne Hicks Beach LLP 10 New Square Lincoln's Inn London WC2A 3Q	

THE WALTER AND LIESEL SCHWAB CHARITABLE TRUST

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THE WALTER AND LIESEL SCHWAB CHARITABLE TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 1 MAY 2022

The trustees present their report and financial statements for the year ended 1 May 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The charity's objects, as set out in its Declaration of Trust, are to assist young refugees and asylum seekers in accessing education and to give awards to young refugees and asylum seekers for exceptional effort and achievements within their schools and colleges. There has been no change in these during the year. The trustees have paid due regard to the guidance issued by the Charity Commission in deciding what activities the charity should undertake.

The Charity's policy is to give funding to individuals to access education where there are no adequate alternative sources of funding. We also provide support and advice to individuals we fund. We foster partnerships with other agencies that offer services to asylum seekers so as to ensure that the grants are administered as effectively and efficiently as possible.

Achievements and performance

The Charity initiated its Westheimer scholarship programme in 2015, providing scholarships, covering both fees and maintenance, to enable talented and deserving young asylum seekers, who have no recourse to public funds, to go to university and get the qualifications that will enable them to live good and productive lives.

The charity has also welcomed funding for additional named scholarships which are administered in parallel with the Westheimer scholarships. In 2017/18 we instituted the Brittan scholarship, for students at either Masters or Undergraduate level who have no more than a further two years to study. This scholarship is in memory of Lord (Leon) Brittan who was himself the child of an immigrant and asylum-seeking family, and who had huge sympathy for people seeking an education. The scholarship is available for students in International Law, International Aid and International Business. In 2018/19, we awarded the first Marks scholarship supported by the Marks Family Charitable Trust.

At the end of the financial year, the charity was supporting seventeen scholars (11 Westheimer, 1 Brittan and 5 Marks), including 5 scholarships which were awarded during the year (1 Westheimer, 1 Brittan and 3 Marks). Since its inception, the Charity has given thirty two scholarships in total, with the first scholars graduating in the summer of 2018.

Alongside this, the charity has provided many small grants, typically of up to £2000, to young asylum seekers, which can be lifechanging.

The Charity is conscious of the importance of providing help and advice as well as grants to support students who face many tough challenges. We therefore work closely with Refugee Education UK (REUK) who provide advice on education issues and more general personal support for many of our scholars and grantees. They also provide considerable help in administering and publicising our grants and scholarships.

The charity is actively seeking further partnerships and named scholarships to increase the numbers of scholarships and grants available to asylum seekers who are prevented from accessing public funds and who are unlikely to find other sources of funding for their education elsewhere. Additional scholarships were awarded in 22/23, to be reported in next year's annual report, and more families, largely those who have a refugee background themselves, are showing an interest in funding scholarships. The costs of providing full scholarships are substantial, but several universities have shown themselves to be sympathetic and have also provided assistance in conjunction with the charity.

Public Benefit

The Trustees have complied with their duty in section 17 of the Charities Act 2011 to have due regard to guidance published by the Charity Commission.

THE WALTER AND LIESEL SCHWAB CHARITABLE TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 1 MAY 2022

Financial review

In this financial year the Charity made a deficit of £191,746 (2021: deficit of £91,246). At 1 May 2022, the reserves stand at £999,512 (2021: £1,191,258) where £43,205 (2021: £38,420) is unrestricted and £956,307 (2021: £1,152,838) is restricted.

During the year the charity bought £53,344 (2021: £95,222) of investments. The investments held increase in value by £18,947 (2021: increase in value by £84,188).

The Charity is seeking to maintain and build up its unrestricted reserves to enable it to complement and enhance the impact of restricted funds, and deploy them as effectively as possible.

The Charity received a legacy of £1.3 million from the estate of the late Ilse Johanna Westheimer, which was established as a restricted fund within the Charity on 18 October 2006. The Trustees' intention is to manage the fund so that it can provide continued support to asylum seekers over the medium term. We have awarded 21 Westheimer scholarships and plan to offer two or three more per year depending on the quality of applicants and the financial resources of the fund.

The assets of the charity are invested in liquid financial securities that offer maximum expected return subject to an acceptable level of risk, taking account of the differing time horizons of the restricted and unrestricted funds.

The Trustees regularly review the major risks facing the charity with a view to producing plans to mitigate any risks that are identified.

The trustees have adopted an investment strategy for the funds of the charity that focuses on total return, and that looks for capital growth with medium risk, with an asset allocation split roughly equally between bonds and equities, avoiding excessive exposures to any one corporate name or sector. The ethical guidelines include the avoidance, so far as practical, of investments in arms manufacture and sales, and tobacco.

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

Structure, governance and management

The Walter and Liesel Schwab Charitable Trust was established to assist young refugees and asylum seekers in accessing education. The Charity's Declaration of Trust was executed on 6 December 2001.

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

Baroness Neuberger DBE

Professor Anthony Neuberger

Sheila Spalding

Dr Katie Petty-Saphon

Lady Brittan DBE

Dr Rebecca Murray

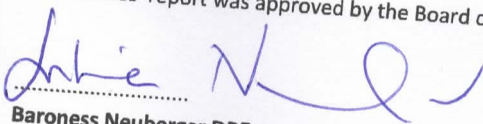
Baroness Sally Hamwee

(Appointed 24 May 2022)

Trustees are selected from those who knew Walter and Liesel Schwab and Ilse Westheimer, plus experts in the field. The charity will continue to appoint new outside trustees with relevant knowledge and experience. New Trustees have to be approved by current Trustees. Trustees, other than the founders and Sheila Spalding, as a representative of those who knew Ilse Westheimer, are appointed for no longer than three three year terms.

The Trustees of the Charity meet three or four times per year to decide on policy and to award individual grants.

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



Baroness Neuberger DBE

Trustee

Dated: 1.3.2023

THE WALTER AND LIESEL SCHWAB CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE WALTER AND LIESEL SCHWAB CHARITABLE TRUST

I report to the trustees on my examination of the financial statements of The Walter and Liesel Schwab Charitable Trust (the charity) for the year ended 1 May 2022.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

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

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

Andrew Rich
Andrew Rich

c/o HW Fisher LLP
Chartered Accountants
Acre House
London
NW1 3ER

01 Mar 2023
Dated:

THE WALTER AND LIESEL SCHWAB CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 1 MAY 2022

		Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
	Notes						
Income from:							
Donations and legacies	3	31,542	50,780	82,322	43,460	27,830	71,290
Investments	4	-	17,916	17,916	-	24,805	24,805
Total income		31,542	68,696	100,238	43,460	52,635	96,095
Expenditure on:							
Investment management costs		-	6,178	6,178	-	7,085	7,085
Charitable activities	5	26,757	278,722	305,479	38,825	289,368	328,193
Total resources expended		26,757	284,900	311,657	38,825	296,453	335,278
Net gains/(losses) on investments	10	-	19,673	19,673	-	147,937	147,937
Net incoming/(outgoing) resources before transfers		4,785	(196,531)	(191,746)	4,635	(95,881)	(91,246)
Net movement in funds		4,785	(196,531)	(191,746)	4,635	(95,881)	(91,246)
Fund balances at 2 May 2021		38,420	1,152,838	1,191,258	33,785	1,248,719	1,282,504
Fund balances at 1 May 2022		43,205	956,307	999,512	38,420	1,152,838	1,191,258

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

All income and expenditure derive from continuing activities.

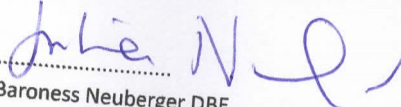
THE WALTER AND LIESEL SCHWAB CHARITABLE TRUST

BALANCE SHEET

AS AT 1 MAY 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Investments					
Current assets	11		743,207		711,879
Debtors					
Cash at bank and in hand	13	39,880 229,081		- 491,778	
Creditors: amounts falling due within one year	14	268,961 (12,656)		491,778 (12,399)	
Net current assets					
Total assets less current liabilities		256,305			479,379
		999,512			1,191,258
Income funds					
Restricted funds					
Unrestricted funds	15	956,307 43,205		1,152,838 38,420	
		999,512			1,191,258

The financial statements were approved by the Trustees on



 Baroness Neuberger DBE
 Trustee

THE WALTER AND LIESEL SCHWAB CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 1 MAY 2022

1 Accounting policies

Charity information

The Walter and Liesel Schwab Charitable Trust is constituted under a Declaration of Trust dated on 6 December 2001 and is a registered charity (registration number 1091870). The charity meets the definition of a public benefit entity under FRS 102.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's Declaration of Trust, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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

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

The financial statements have been prepared under the historical cost convention and include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

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

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

1.4 Incoming resources

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

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount.

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

Interest on funds held on deposit is included upon notification of the interest paid or payable by the Bank. Dividends are recognised once the dividend has been declared and notification has been received by our investment advisor of the investment portfolio.

THE WALTER AND LIESEL SCHWAB CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 1 MAY 2022

1 Accounting policies

(Continued)

1.5 Resources expended

Liabilities are recognised as expenditure once there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Expenditure is classified under the charity's principal projects. Expenditure is included on an accruals basis.

Costs of raising funds are those costs incurred in managing the Trust's investment portfolio.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the charity. In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the one year or multi-year grant. Grant awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled conditions attaching to that grant are outside of the control of the charity.

Support costs comprise of costs for the running of the charity itself as an organisation and compliance with statutory requirements.

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice.

1.6 Fixed asset investments

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

1.7 Cash and cash equivalents

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

1.8 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Apart from fixed asset investments, 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.

2 Critical accounting estimates and judgements

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

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

The trustees do not believe there to be any judgements or estimates critical to the financial statements.

THE WALTER AND LIESEL SCHWAB CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 1 MAY 2022

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2022 £	2022 £	2022 £	2021 £	2021 £	2021 £
Donations and gifts	31,542	50,780	82,322	43,460	27,830	71,290

4 Investments

	Restricted funds	Restricted funds
	2022 £	2021 £
Income from listed investments	15,307	17,113
Interest receivable	2,609	7,692
	17,916	24,805

All investment income in 2021 and 2022 was restricted.

5 Charitable activities

	2022 £	2021 £
Grant funding of activities (see note 6)	261,237	283,701
Share of support costs (see note 7)	36,736	37,625
Share of governance costs (see note 7)	7,506	6,867
	305,479	328,193
Analysis by fund		
Unrestricted funds	26,757	38,825
Restricted funds	278,722	289,368
	305,479	328,193

THE WALTER AND LIESEL SCHWAB CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 1 MAY 2022

6 Grants payable

	Education 2022 £	Education 2021 £
Grants to individuals	261,237	283,701
	<u>261,237</u>	<u>283,701</u>

The grants paid comprises of amounts to Westheimer and Marks scholars, in addition to payments to other individuals.

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7 Support costs

	Support costs £	Governance costs £	2022 £	Support costs £	Governance costs £	2021 £
Administrative costs	36,736	-	36,736	37,625	-	37,625
Independent examination	-	7,506	7,506	-	6,867	6,867
	<u>36,736</u>	<u>7,506</u>	<u>44,242</u>	<u>37,625</u>	<u>6,867</u>	<u>44,492</u>
Analysed between Charitable activities	<u>36,736</u>	<u>7,506</u>	<u>44,242</u>	<u>37,625</u>	<u>6,867</u>	<u>44,492</u>

Governance costs include payments to the independent examiners of £7,506 (2021: £6,867).

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year. None of the trustees incurred expenses during current or previous year.

9 Employees

There were no employees during the current or previous year.

THE WALTER AND LIESEL SCHWAB CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 1 MAY 2022

10 Net gains/(losses) on investments

	Restricted funds	Restricted funds
	2022	2021
	£	£
Revaluation of investments	18,947	84,498
Gain/(loss) on sale of investments	726	63,439
	<hr/>	<hr/>
	19,673	147,937
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THE WALTER AND LIESEL SCHWAB CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 1 MAY 2022

11 Fixed asset investments

	Listed investments £	Cash in portfolio £	Total £
Cost or valuation			
At 2 May 2021	701,168	10,711	711,879
Additions	53,344	(53,344)	-
Valuation changes	18,947	-	18,947
Management fees	-	(6,261)	(6,261)
Dividend and interest income	-	17,916	17,916
Disposals	(65,924)	66,650	726
At 1 May 2022	707,535	35,672	743,207
Carrying amount			
At 01 May 2022	707,535	35,672	743,207
At 01 May 2021	701,168	10,711	711,879

12 Financial instruments

	2022 £	2021 £
Carrying amount of financial assets		
Debt instruments measured at amortised cost	39,880	-
Equity instruments measured at fair value	743,207	711,879
Carrying amount of financial liabilities		
Measured at amortised cost	12,656	12,399

13 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Other debtors	39,880	-

14 Creditors: amounts falling due within one year

	2022 £	2021 £
Accruals	12,656	12,399

THE WALTER AND LIESEL SCHWAB CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 1 MAY 2022

15 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds				Movement in funds				
	Balance at 2 May 2020	Incoming resources	Resources expended	Investments gains/losses	Balance at 2 May 2021	Incoming resources	Resources expended	Investments gains/losses	Balance at 1 May 2022
	£	£	£	£	£	£	£	£	£
Westheimer Trust	1,256,661	24,805	(278,114)	147,937	1,151,289	21,816	(238,020)	19,673	954,758
Brittan scholars	-	-	-	-	-	7,000	(7,000)	-	-
Marks scholars	(7,942)	27,830	(18,339)	-	1,549	39,880	(39,880)	-	1,549
	<u>1,248,719</u>	<u>52,635</u>	<u>(296,453)</u>	<u>147,937</u>	<u>1,152,838</u>	<u>68,696</u>	<u>(284,900)</u>	<u>19,673</u>	<u>956,307</u>

Westheimer Trust - The restricted fund represents the estate of the late Ilse Johanna Westheimer, which was established as The Ilse and Frieda Westheimer Charitable Trust on 18 October 2006. This fund is to be used for the advancement of education of asylum seekers or refugees, particularly in the areas of health and social care, or for such other charitable purposes as the trustees in their absolute discretion from time to time think fit.

Brittan Scholarship - The Brittan scholarship is open to students at either Masters or Undergraduate level who have no more than two years further to study. This scholarship is in memory of Lord Leon Brittan who was himself the child of an immigrant and asylum seeking family, and who had huge sympathy for people seeking an education. The scholarship is available for students of the following subjects: International Law, International Aid and International Business. The amount awarded covers tuition fees (at home rates between £9,000 - £12,000) and a small maintenance grant (maximum £5,000) lasts for up to two years. Applicants who have an asylum seeking background are encouraged to apply.

Marks Scholarship - The Marks scholarship supported by the Marks Family Charitable Trust is open to students embarking on a three year humanities degree programme at Undergraduate level, or a postgraduate Masters degree in Humanities. Only candidates with proven excellent academic record/achievement are considered. The scholarship covers 'home' tuition fees (up to £9,500 per year). Applicants need to demonstrate that they can cover their living costs whilst at university. The scholarship is awarded to students who have an asylum seeking background and people who are not eligible for student finance are prioritised.

Investment gains/losses comprise realised gains/losses on disposal of investments and unrealised gains/losses on revaluation.

THE WALTER AND LIESEL SCHWAB CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 1 MAY 2022

16 Analysis of net assets between funds

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Fund balances at 1 May 2022 are represented by:						
Investments	-	743,207	743,207	-	711,879	711,879
Current assets/(liabilities)	43,205	213,100	256,305	38,420	440,959	479,379
	<u>43,205</u>	<u>956,307</u>	<u>999,512</u>	<u>38,420</u>	<u>1,152,838</u>	<u>1,191,258</u>

17 Related party transactions

Baroness Julia Neuberger, one of the trustee, was a trustee in Van Lee till previous year. The donations received without conditions in the year from a Van Lee amounted to £10,917 (2021: £21,458).