

**Report of the Trustees and
Unaudited Financial Statements
for the Year Ended 31st October 2020
for
THE KENNETH ARMITAGE FOUNDATION**

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for the year ended 31st October 2020**

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THE KENNETH ARMITAGE FOUNDATION

Report of the Trustees for the year ended 31st October 2020

The trustees present their report with the financial statements of the charity for the year ended 31st October 2020. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims for the public benefit

The trustees shall hold the Trust Fund and its income upon trust to:

- (1) Encourage and advance public knowledge of and education in the art of modern and contemporary sculpture, especially through the works of Kenneth Armitage.
- (2) Protect and enhance the reputation and legacy of Kenneth Armitage, including through publications and exhibitions and by maintaining his studio to inspire contemporary sculptors.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities.

Formation of the foundation

Following the death of Kenneth Armitage in January 2002 his executors and trustees executed a deed of appointment, on 14th August 2002, whereby the residue of his estate was directed to the Foundation since its principal objects were considered to be in line with the charitable intentions of his will.

The distribution from the estate included the house at 22a Avonmore Road London W14 previously occupied by Mr Armitage, works of art and a monetary element received in May and June 2003.

ACHIEVEMENT AND PERFORMANCE

Review of activities

The trustees continued to promote the work of Kenneth Armitage and support the education of the public in art and sculpture. Work continued on organising and conserving the collection and in selecting works for sale and for donation.

The Foundation awards an Armitage Fellowship to an international sculptor with a two year residency at its London studio with a bursary and expenses. The 2017-2019 Armitage Fellow, Philip Lai, was shortlisted for the 2018 Hepworth Prize for Sculpture. The Fellowship was awarded in September 2019 to Shahpour Pouyan, an Iranian national with an international reputation who has been working in New York. Covid 19 delayed his arrival at the studio until June 2020 but he is now installed in the studio and working in a rich range of media.

The Foundation usually awards prizes to young sculptors chosen from Bath Spa University, Leeds Arts University, RCA and the Slade School of Fine Art. At the time of writing, Covid 19 is causing massive disruption in art schools and generally through the cultural sector (and the world). It was not possible for the trustees to visit the degree shows of art colleges to award the usual prizes so they thought it prudent to delay any awards in 2020.

During the year the trustees continued to work with Leeds Arts University to create a Kenneth Armitage Fellowship in partnership with the university to enable the university to host the fellow who would receive an annual award, funded by the partnership aided by a grant from the Henry Moore Foundation. The award of this Fellowship was postponed, again due to Covid-19.

It has been a difficult year for all, but we are confident that 2021 will bring us back to near normality.

THE KENNETH ARMITAGE FOUNDATION

Report of the Trustees for the year ended 31st October 2020

FINANCIAL REVIEW

Reserves policy

Having received the distribution from the estate of Kenneth Armitage the Foundation currently holds reserves of £2,123,105. However, a significant portion of these are not 'free reserves' being tied up in the freehold buildings required to carry out the charity's objectives and works of art. Since further fundraising is not currently taking place, available funds, after building refurbishment costs, need to be invested to provide for the bursary costs. The trustees therefore feel that the current level of reserves must be retained.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

Recruitment and appointment of new trustees

In selecting persons to be appointed, the trustees consider the skills, experience and commitment of potential trustees and the contributions they can make to compliment the existing board of trustees.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1092055

Principal address

Rainscombe Park
Oare
Marlborough
Wiltshire
SN8 4HZ

Trustees

Robert Hiscox Chairman
Ms Marjorie Allthorpe-Guyton
Ann Elliott
Mark Dunhill

Independent Examiner

Simpson Wreford & Partners
Chartered Accountants
Suffolk House
George Street
Croydon
Surrey
CR0 0YN

Approved by order of the board of trustees on 26/8/21 and signed on its behalf by:



Robert Hiscox - Trustee

**Independent Examiner's Report to the Trustees of
The Kenneth Armitage Foundation**

Independent examiner's report to the trustees of The Kenneth Armitage Foundation

I report to the charity trustees on my examination of the accounts of The Kenneth Armitage Foundation (the Trust) for the year ended 31st October 2020.

Responsibilities and basis of report

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

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material 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 Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts to be reached.



Patrick du Casse
Simpson Wreford & Partners
Chartered Accountants
Suffolk House
George Street
Croydon
Surrey
CR0 0YN

Date: 26 August 2021.....

THE KENNETH ARMITAGE FOUNDATION

Statement of Financial Activities
for the year ended 31st October 2020

		31.10.20 Unrestricted fund £	31.10.19 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Other trading activities	2	13,639	62,998
Investment income	3	17,021	15,931
Total		30,660	78,929
EXPENDITURE ON			
Raising funds			
Other trading activities		-	20,000
Investment management costs	4	1,504	1,999
		1,504	21,999
Charitable activities			
Studio expenses		26,264	8,556
Preservation of artworks		11,238	13,650
Management and administration		5,797	11,982
Grants to sculptors		-	21,250
Total		44,803	77,437
NET INCOME/(EXPENDITURE)		(14,143)	1,492
Other recognised gains/(losses)			
Gains/(losses) on revaluation of fixed assets		(14,035)	37,523
Net movement in funds		(28,178)	39,015
RECONCILIATION OF FUNDS			
Total funds brought forward		2,151,283	2,112,268
TOTAL FUNDS CARRIED FORWARD		2,123,105	2,151,283

The notes form part of these financial statements

THE KENNETH ARMITAGE FOUNDATION

Balance Sheet
31st October 2020

	Notes	31.10.20 Unrestricted fund £	31.10.19 Total funds £
FIXED ASSETS			
Tangible assets	7	806,879	800,000
Investments	8	820,814	809,645
		<hr/> 1,627,693	<hr/> 1,609,645
CURRENT ASSETS			
Stocks	9	388,953	388,953
Debtors	10	8,383	8,054
Cash at bank		100,126	147,931
		<hr/> 497,462	<hr/> 544,938
CREDITORS			
Amounts falling due within one year	11	(2,050)	(3,300)
		<hr/>	<hr/>
NET CURRENT ASSETS		495,412	541,638
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		2,123,105	2,151,283
		<hr/>	<hr/>
NET ASSETS		2,123,105	2,151,283
		<hr/>	<hr/>
FUNDS	12		
Unrestricted funds		2,123,105	2,151,283
		<hr/>	<hr/>
TOTAL FUNDS		2,123,105	2,151,283
		<hr/>	<hr/>

The financial statements were approved by the Board of Trustees and authorised for issue on 26 August 2021 and were signed on its behalf by:



Robert Hiscox - Trustee

The notes form part of these financial statements

**Notes to the Financial Statements
for the year ended 31st October 2020**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Financial reporting standard 102 - reduced disclosure exemptions

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows;
- the requirement of paragraph 3.17(d);
- the requirements of paragraphs 11.42, 11.44, 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c).

Changes in accounting policies

In preparing these accounts, the Trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 the restatement of comparative items was required. No restatements were required.

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.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets

Depreciation has not been charged on the property. Annual impairment reviews are carried out by the trustees who do not consider that any adjustment to the original valuation is necessary.

Stocks

Stocks are stated at their value on the date they were transferred into the trust from the estate of Kenneth Armitage.

Taxation

The charity is exempt from tax on its charitable activities.

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.

**Notes to the Financial Statements - continued
for the year ended 31st October 2020**

1. ACCOUNTING POLICIES - continued

Fund accounting

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

Investments

Investments are stated at their market value at the year end date. Any unrealised gains or losses are recognised in statement of financial activities.

Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at their settlement amount.

Debtors

Debtors are recognised at the settlement amount due.

2. OTHER TRADING ACTIVITIES

	31.10.20	31.10.19
	£	£
Sale of artwork	13,639	62,998
	<u> </u>	<u> </u>

3. INVESTMENT INCOME

	31.10.20	31.10.19
	£	£
Investment income	16,459	15,652
Deposit account interest	562	279
	<u> </u>	<u> </u>
	17,021	15,931
	<u> </u>	<u> </u>

4. INVESTMENT MANAGEMENT COSTS

	31.10.20	31.10.19
	£	£
Support costs	1,504	1,999
	<u> </u>	<u> </u>

Notes to the Financial Statements - continued
for the year ended 31st October 2020

5. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Investment management costs	1,504	-	1,504
Management and administration	-	1,932	1,932
	<u>1,504</u>	<u>1,932</u>	<u>3,436</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st October 2020 nor for the year ended 31st October 2019.

Trustees' expenses

Included within expenditure is £857 (2019 - £1,656) of expenses reimbursed to trustees.

7. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1st November 2019	800,000	-	800,000
Additions	-	7,254	7,254
	<u>800,000</u>	<u>7,254</u>	<u>807,254</u>
At 31st October 2020	800,000	7,254	807,254
	<u>800,000</u>	<u>7,254</u>	<u>807,254</u>
DEPRECIATION			
Charge for year	-	375	375
	<u>-</u>	<u>375</u>	<u>375</u>
NET BOOK VALUE			
At 31st October 2020	800,000	6,879	806,879
	<u>800,000</u>	<u>6,879</u>	<u>806,879</u>
At 31st October 2019	800,000	-	800,000
	<u>800,000</u>	<u>-</u>	<u>800,000</u>

8. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1st November 2019	809,645
Additions	25,204
Revaluations	(14,035)
	<u>820,814</u>
At 31st October 2020	820,814
	<u>820,814</u>
NET BOOK VALUE	
At 31st October 2020	820,814
	<u>820,814</u>
At 31st October 2019	809,645
	<u>809,645</u>

THE KENNETH ARMITAGE FOUNDATION

Notes to the Financial Statements - continued
for the year ended 31st October 2020

8. FIXED ASSET INVESTMENTS - continued

There were no investment assets outside the UK.

9. STOCKS

	31.10.20	31.10.19
	£	£
Works of art	388,953	388,953

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.10.20	31.10.19
	£	£
VAT	465	220
Prepayments and accrued income	7,918	7,834
	8,383	8,054

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.10.20	31.10.19
	£	£
Accrued expenses	2,050	3,300

12. MOVEMENT IN FUNDS

	At 1.11.19 £	Net movement in funds £	At 31.10.20 £
Unrestricted funds			
General fund	2,151,283	(28,178)	2,123,105
TOTAL FUNDS	2,151,283	(28,178)	2,123,105

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	30,660	(44,803)	(14,035)	(28,178)
TOTAL FUNDS	30,660	(44,803)	(14,035)	(28,178)

THE KENNETH ARMITAGE FOUNDATION

Notes to the Financial Statements - continued
for the year ended 31st October 2020

12. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.11.18 £	Net movement in funds £	At 31.10.19 £
Unrestricted funds			
General fund	2,112,268	39,015	2,151,283
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>2,112,268</u>	<u>39,015</u>	<u>2,151,283</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	78,929	(77,437)	37,523	39,015
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>78,929</u>	<u>(77,437)</u>	<u>37,523</u>	<u>39,015</u>

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31st October 2020.