

**Report of the Trustees and
Unaudited Financial Statements
for the Year Ended 31st October 2022
for
THE KENNETH ARMITAGE FOUNDATION**

THE KENNETH ARMITAGE FOUNDATION

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for the year ended 31st October 2022**

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THE KENNETH ARMITAGE FOUNDATION

Report of the Trustees for the year ended 31st October 2022

The trustees present their report with the financial statements of the charity for the year ended 31st October 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (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. We maintained the studio, organised and conserved the collection and selected works for sale and for donation.

In April 2022, we participated in an exhibition 'In Nature' at The Secret Garden in Brighton, partly curated by Ann Elliott our trustee.

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 Fellowship was awarded in September 2019 to Shahpour Pouyan, an Iranian national with an international reputation who has been working in New York. We extended Shahpour's residency to September 2023 as Covid had completely restrained normal activities. The Foundation hosted several Open Studios during which Shahpour showcased his latest body of work.

The Foundation returned to awarding prizes to young sculptors chosen from final degree shows of undergraduates at Bath Spa University and Leeds Arts University, and from postgraduate shows at the Royal College of Art and the Slade School of Fine Art. This year the undergraduate prize of £3,500 was awarded to Sophie Heldt of Leeds Art University and the postgraduate prize of £7,000 was awarded to Antrea Tzourovits of Slade School of Art.

The recipient of the Kenneth Armitage Leeds Fellowship, Katrina Cowling entered her second year of the Fellowship after a successful first year in post. Funding was secured from The Kenneth Armitage Foundation, Leeds Arts University and The Henry Moore Foundation.

We are delighted that the Foundation has returned to its task of helping to educate and inspire young artists, to promote sculpture in particular, and maintain and burnish the reputation of Kenneth Armitage CBE.

THE KENNETH ARMITAGE FOUNDATION

Report of the Trustees for the year ended 31st October 2022

FINANCIAL REVIEW

Reserves policy

Having received the distribution from the estate of Kenneth Armitage the Foundation currently holds reserves of £2,139,687. 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

Steve Langan (appointed 17.1.23)
Robert Hiscox Chairman (resigned 17.1.23)
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 25th July 2023 and signed on its behalf by:

Steve Langan - 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 2022.

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

25th July 2023

THE KENNETH ARMITAGE FOUNDATION

Statement of Financial Activities
for the year ended 31st October 2022

		31.10.22 Unrestricted fund £	31.10.21 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Other trading activities	2	13,068	24,275
Investment income	3	25,489	20,088
Total		<u>38,557</u>	<u>44,363</u>
EXPENDITURE ON			
Raising funds			
Investment management costs	4	645	1,566
		<u>645</u>	<u>1,566</u>
Charitable activities			
Studio expenses		27,986	19,027
Preservation of artworks		10,837	10,459
Management and administration		7,261	6,267
Exhibition costs		1,902	-
Grants to sculptors		41,000	10,500
Total		<u>89,631</u>	<u>47,819</u>
Net gains/(losses) on investments		<u>(38,086)</u>	<u>-</u>
NET INCOME/(EXPENDITURE)		<u>(89,160)</u>	<u>(3,456)</u>
Other recognised gains/(losses)			
Gains/(losses) on revaluation of fixed assets		<u>(32,765)</u>	<u>141,963</u>
Net movement in funds		<u>(121,925)</u>	<u>138,507</u>
RECONCILIATION OF FUNDS			
Total funds brought forward		2,261,612	2,123,105
TOTAL FUNDS CARRIED FORWARD		<u><u>2,139,687</u></u>	<u><u>2,261,612</u></u>

The notes form part of these financial statements

THE KENNETH ARMITAGE FOUNDATION

Balance Sheet
31st October 2022

	Notes	31.10.22 Unrestricted fund £	31.10.21 Total funds £
FIXED ASSETS			
Tangible assets	7	805,189	807,752
Investments	8	891,584	962,778
		<hr/>	<hr/>
		1,696,773	1,770,530
CURRENT ASSETS			
Stocks	9	388,953	388,953
Debtors	10	10,253	10,000
Cash at bank		45,183	93,904
		<hr/>	<hr/>
		444,389	492,857
CREDITORS			
Amounts falling due within one year	11	(1,475)	(1,775)
		<hr/>	<hr/>
NET CURRENT ASSETS		442,914	491,082
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		2,139,687	2,261,612
		<hr/>	<hr/>
NET ASSETS		2,139,687	2,261,612
		<hr/>	<hr/>
FUNDS	12		
Unrestricted funds		2,139,687	2,261,612
		<hr/>	<hr/>
TOTAL FUNDS		2,139,687	2,261,612
		<hr/>	<hr/>

The financial statements were approved by the Board of Trustees and authorised for issue on 25th July 2023 and were signed on its behalf by:



Steve Langan - Trustee

THE KENNETH ARMITAGE FOUNDATION

Notes to the Financial Statements for the year ended 31st October 2022

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

Tangible fixed assets are stated at historical cost less accumulated depreciation less any accumulated impairment losses.

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

Fixtures and fittings - 25% p.a. on cost

Assets are capitalised where their useful economic life is expected to be greater than one year.

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

THE KENNETH ARMITAGE FOUNDATION

Notes to the Financial Statements - continued
for the year ended 31st October 2022

1. ACCOUNTING POLICIES - continued

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.

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

	31.10.22	31.10.21
	£	£
Sale of artwork	13,068	24,275

3. INVESTMENT INCOME

	31.10.22	31.10.21
	£	£
Investment income	25,429	20,051
Deposit account interest	60	37
	25,489	20,088

THE KENNETH ARMITAGE FOUNDATION

Notes to the Financial Statements - continued
for the year ended 31st October 2022

4. INVESTMENT MANAGEMENT COSTS

	31.10.22	31.10.21
	£	£
Support costs	645	1,566
	<u>645</u>	<u>1,566</u>

5. SUPPORT COSTS

	Finance	Governance costs	Totals
	£	£	£
Investment management costs	645	-	645
Management and administration	-	3,702	3,702
	<u>645</u>	<u>3,702</u>	<u>4,347</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st October 2022 nor for the year ended 31st October 2021.

Trustees' expenses

Included within expenditure is £313 (2021 - £62) of expenses reimbursed to trustees.

7. TANGIBLE FIXED ASSETS

	Freehold property	Fixtures and fittings	Totals
	£	£	£
COST			
At 1st November 2021 and 31st October 2022	800,000	10,254	810,254
	<u>800,000</u>	<u>10,254</u>	<u>810,254</u>
DEPRECIATION			
At 1st November 2021	-	2,502	2,502
Charge for year	-	2,563	2,563
	<u>-</u>	<u>2,563</u>	<u>2,563</u>
At 31st October 2022	-	5,065	5,065
	<u>-</u>	<u>5,065</u>	<u>5,065</u>
NET BOOK VALUE			
At 31st October 2022	800,000	5,189	805,189
	<u>800,000</u>	<u>5,189</u>	<u>805,189</u>
At 31st October 2021	800,000	7,752	807,752
	<u>800,000</u>	<u>7,752</u>	<u>807,752</u>

THE KENNETH ARMITAGE FOUNDATION

Notes to the Financial Statements - continued
for the year ended 31st October 2022

8. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1st November 2021	962,778
Additions	490,436
Disposals	(490,779)
Revaluations	(70,851)
	<hr/>
At 31st October 2022	891,584
	<hr/>
NET BOOK VALUE	
At 31st October 2022	891,584
	<hr/>
At 31st October 2021	962,778
	<hr/>

There were no investment assets outside the UK.

Cost or valuation at 31st October 2022 is represented by:

	Listed investments £
Valuation in 2021	286,750
Valuation in 2022	(70,851)
Cost	675,685
	<hr/>
	891,584
	<hr/>

9. STOCKS

	31.10.22 £	31.10.21 £
Works of art	388,953	388,953
	<hr/>	<hr/>

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.10.22 £	31.10.21 £
VAT	1,658	445
Prepayments and accrued income	8,595	9,555
	<hr/>	<hr/>
	10,253	10,000
	<hr/>	<hr/>

THE KENNETH ARMITAGE FOUNDATION

Notes to the Financial Statements - continued
for the year ended 31st October 2022

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.10.22 £	31.10.21 £
Accrued expenses	<u>1,475</u>	<u>1,775</u>

12. MOVEMENT IN FUNDS

	At 1.11.21 £	Net movement in funds £	At 31.10.22 £
Unrestricted funds			
General fund	2,261,612	(121,925)	2,139,687
TOTAL FUNDS	<u>2,261,612</u>	<u>(121,925)</u>	<u>2,139,687</u>

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	38,557	(89,631)	(70,851)	(121,925)
TOTAL FUNDS	<u>38,557</u>	<u>(89,631)</u>	<u>(70,851)</u>	<u>(121,925)</u>

Comparatives for movement in funds

	At 1.11.20 £	Net movement in funds £	At 31.10.21 £
Unrestricted funds			
General fund	2,123,105	138,507	2,261,612
TOTAL FUNDS	<u>2,123,105</u>	<u>138,507</u>	<u>2,261,612</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	44,363	(47,819)	141,963	138,507
TOTAL FUNDS	<u>44,363</u>	<u>(47,819)</u>	<u>141,963</u>	<u>138,507</u>

THE KENNETH ARMITAGE FOUNDATION

**Notes to the Financial Statements - continued
for the year ended 31st October 2022**

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31st October 2022.

THE KENNETH ARMITAGE FOUNDATION

Detailed Statement of Financial Activities
for the year ended 31st October 2022

	31.10.22 £	31.10.21 £
INCOME AND ENDOWMENTS		
Other trading activities		
Sale of artwork	13,068	24,275
Investment income		
Investment income	25,429	20,051
Deposit account interest	60	37
	<hr/>	<hr/>
	25,489	20,088
	<hr/>	<hr/>
Total incoming resources	38,557	44,363
 EXPENDITURE		
Charitable activities		
Rates and water	4,368	4,560
Insurance	7,421	4,038
Light and heat	6,197	3,218
Telephone	1,000	751
Building repairs	10,000	7,211
Professional services	2,559	2,679
Storage and transport	8,273	8,333
Exhibition Costs	1,902	-
Depreciation of tangible fixed assets	2,564	2,126
Grants and donations	41,000	10,500
	<hr/>	<hr/>
	85,284	43,416
 Support costs		
Finance		
Investment management charge	645	1,566
 Governance costs		
Travel and subsistence	1,302	62
Independent examiners' fee	1,300	1,500
Accountancy	1,100	1,275
	<hr/>	<hr/>
	3,702	2,837
	<hr/>	<hr/>
Total resources expended	89,631	47,819
	<hr/>	<hr/>
Net expenditure before gains and losses	(51,074)	(3,456)
 Realised recognised gains and losses		
Carried forward	(51,074)	(3,456)

This page does not form part of the statutory financial statements

THE KENNETH ARMITAGE FOUNDATION

Detailed Statement of Financial Activities
for the year ended 31st October 2022

	31.10.22 £	31.10.21 £
Realised recognised gains and losses		
Brought forward	(51,074)	(3,456)
Realised gains/losses on investment assets	<u>(38,086)</u>	<u>-</u>
Net expenditure	<u><u>(89,160)</u></u>	<u><u>(3,456)</u></u>