

THE LINCOLN COLLEGE MICHAEL ZILKHA FUND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2020

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Charity No. 1095113

THE LINCOLN COLLEGE MICHAEL ZILKHA FUND

TRUSTEES' REPORT FOR THE YEAR ENDED 31 JULY 2020

The Trustees submit their annual report and the audited financial statements for the year ended 31 July 2020. The Trustees have adopted the provisions accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preparing the annual report and financial statements of the charity.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered charity no.	1095113
Registered Office:	Lincoln College Turl Street Oxford OX1 3DR
Trustees:	Prof. Henry Woudhuysen Prof. Neil Barclay Prof. Stephen Gill
Auditors:	Critchleys Audit LLP 23-38 Hythe Bridge Street Oxford OX1 2EP
Solicitors:	Knights PLC Midland House West Way Botley Oxford OX2 0PH

STRUCTURE, GOVERNANCE AND MANAMGEMENT

The charity is governed by a Declaration of Trust, dated 15 November 2002.

Recruitment and appointment of new Trustees

One of the Trustees shall be the Rector of Lincoln College. Any new Trustees shall be chosen by virtue of their personal or professional qualification to make a contribution to the pursuit of the objects of the charity and shall be appointed by a resolution of the existing Trustees.

THE LINCOLN COLLEGE MICHAEL ZILKHA FUND**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 JULY 2020****OBJECTIVES AND ACTIVITIES**

The objective of the charity is to support the educational and/or research activities of the Fellows of Lincoln College.

Grant making policy

The Fund only makes grants to the Fellows of Lincoln College to support their educational and/or research activities. Fellows should apply to the Trustees. The Trustees meet regularly to consider grant applications.

Public benefit

The Trustees have complied with the duty within the Charities Act 2011 to have due regard to public benefit guidance published by the Charity Commission.

ACHIEVEMENTS AND PERFORMANCE

The charity is grateful to Michael Zilkha for the donations that have been received by the charity in the past. These amounts have been invested to generate income which is being used to make grants to Fellows in accordance with the objective of the Fund.

During the year net grants totalling £28,301 were made to 16 fellows of the College.

FINANCIAL REVIEW**Investment policy**

The investments are pooled with the investments of Lincoln College.

Expendable endowment

There are no specific restrictions on spending capital but the intention is for expenditure to be restricted to a set percentage of the capital sum (in 2019-20 this percentage was fixed at 3%). Any amounts not expended will be added to the Fund. The Fund is therefore treated as an expendable endowment.

Reserves policy

As noted above the Fund consists solely of an expendable endowment. There are therefore no free reserves. The Trustees consider it appropriate not to have any free reserves as the endowment is expendable. If there is a shortfall in investment income in any particular year, capital can be expended to cover the expenditure.

THE LINCOLN COLLEGE MICHAEL ZILKHA FUND
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 JULY 2020 (CONTINUED)

Statement of Trustees' Responsibilities

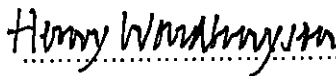
The Trustees are responsible for preparing the Trustees' Report and financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice (United Kingdom Generally Accepted Accounting Practice).

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

- select suitable accounting policies and then applied them consistently;
- observe the methods and principles in the charities SORP;
- made judgements and estimates that are reasonable and prudent;
- stated whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

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

This report was approved by the Trustees on 14 December 2020 .

 Prof. Henry Woudhuysen (Trustee)

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE LINCOLN COLLEGE MICHAEL ZILKHA FUND

Opinion

We have audited the financial statements of Lincoln College Michael Zilkha Fund (the Charity) for the year ended 31 July 2020 which comprise the Statement of Financial Activities, the Balance Sheet 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 2020 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis of opinion

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

Conclusions relating to going concern

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE LINCOLN COLLEGE MICHAEL ZILKHA FUND (continued)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement [set out on page 3], the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor'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.

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.

Use of our report

This report is made solely to the Charity's trustees, as a body, in accordance with section 145 of the Charities Act 2011 and the regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the Charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Critchleys Audit LLP
Statutory Auditor

Critchleys Audit LLP

5 January 2021

Beaver House
23-38 Hythe Bridge Street
Oxford
OX1 2EP

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

THE LINCOLN COLLEGE MICHAEL ZILKHA FUND

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 JULY 2020**

	Note	Endowment Funds £	Total 2020 £	Total 2019 £
Income and endowments from				
Investments	2	<u>25,759</u>	<u>25,759</u>	<u>34,196</u>
Total income		<u>25,759</u>	<u>25,759</u>	<u>34,196</u>
Expenditure on				
Raising funds – investment management costs		10,859	10,859	7,336
Charitable activities	3	<u>29,565</u>	<u>29,565</u>	<u>34,093</u>
Total expenditure		<u>40,424</u>	<u>40,424</u>	<u>41,429</u>
Net (losses)/gains on investments	5	<u>(26,220)</u>	<u>(26,220)</u>	<u>76,822</u>
Net income		(40,855)	(40,855)	69,589
Total funds brought forward		<u>1,746,655</u>	<u>1,746,655</u>	<u>1,677,066</u>
Total funds carried forward		<u>1,705,770</u>	<u>1,705,770</u>	<u>1,746,655</u>

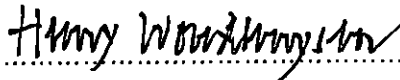
2019 funds all relate to endowment funds

THE LINCOLN COLLEGE MICHAEL ZILKHA FUND

**BALANCE SHEET
AS AT 31 JULY 2020**

	Note	2020		2019	
		£	£	£	£
Fixed assets					
Investments	5		1,710,839		1,747,724
Current assets					
Cash at bank and in hand		11		11	
Creditors: amounts falling due within one year	6	(5,080)		(1,080)	
Net current (liabilities)			<u>(5,069)</u>		<u>(1,069)</u>
Net assets			<u>1,705,770</u>		<u>1,746,655</u>
The funds of the charity:					
Endowment funds			<u>1,705,770</u>		<u>1,746,655</u>

The financial statements on pages 6 to 10 were approved and authorised for issue by the trustees on 14 December 2020 and signed on their behalf by:

 Prof. Henry Woudhuysen (Trustee)

THE LINCOLN COLLEGE MICHAEL ZILKHA FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2020

1 ACCOUNTING POLICIES

a) General Information

Lincoln College Michael Zilkha Fund meets the definition of a public benefit entity under FRS 102. It is an unincorporated entity with its registered office at Lincoln College, Turl Street, Oxford OX1 3DR.

b) Basis of preparation

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

c) Investments

Investments are pooled with Lincoln College. The charity receives the benefit of any investment gains and these are reflected in the balance sheet of the charity. The change in market value is also reflected in the Statement of Financial Activities.

d) Investment income

The charity receives its share of the total investment income received by Lincoln College by virtue of the relevant sizes of the funds.

e) Grants payable

Grants are included in the Statement of Financial Activities when they are paid, with accrual being made at the year-end for any amounts awarded before the year-end that it has been agreed will be paid after the year-end. .

f) Expendable endowment

The funds of the charity are represented by an expendable endowment. It is the intention that up to 3% of the capital be expended in each year with any surplus being added to the value of the Fund.

g) Donations

Donations are recorded in the Statement of Financial Activities when it is received.

THE LINCOLN COLLEGE MICHAEL ZILKHA FUND

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2020 (CONTINUED)**

2 INCOME FROM INVESTMENTS

	2020	2019
	£	£
Share of investment income received from Lincoln College	<u>25,759</u>	<u>34,196</u>

3 CHARITABLE ACTIVITIES

	2020	2019
	£	£
Grants to Fellows of Lincoln College (gross)	32,262	36,472
Sums refunded by Fellows of Lincoln College as unspent	<u>(3,961)</u>	<u>(1,179)</u>
	28,301	35,293
Grants to Fellows of Lincoln College (net)	<u>1,264</u>	<u>(1,200)</u>
Governance costs (note 4)	<u>29,565</u>	<u>34,093</u>

These are classified as grants to institutions. 17 (2019: 25) grants were made to 16 Fellows (2019: 22 Fellows)

4 GOVERNANCE COSTS

	2020	2019
	£	£
Auditors' remuneration	<u>1,264</u>	<u>(1,200)</u>

No Trustee received any remuneration or reimbursement of expenses from the charity. The 2019 auditors' remuneration was settled by Lincoln College.

5 FIXED ASSET INVESTMENTS

	2020	2019
	£	£
At 1 August 2019	1,747,724	1,678,135
Revaluation (losses)/gains	(26,220)	76,822
Net (expenditure) retained	<u>(10,665)</u>	<u>(7,233)</u>
At 31 July 2020	<u>1,710,839</u>	<u>1,747,724</u>

The investments represent pooled investments with Lincoln College.

THE LINCOLN COLLEGE MICHAEL ZILKHA FUND

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2020 (CONTINUED)**

6 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Grants payable	3,880	-
Accruals	<u>1,200</u>	<u>1,080</u>
	<u>5,080</u>	<u>1,080</u>

7 RELATED PARTIES

Lincoln College, Oxford is a related party by virtue of the objects of the Trust and Lincoln College's ability to control the Trustees of the Trust. Lincoln College, Oxford (charity number 1139261) is an Oxford University College and produces consolidated financial statements.